(A free translation of the original in Portuguese)

São Martinho S.A.

Quarterly information (ITR) at September 30, 2012 and report on review of quarterly information

(A free translation of the original in Portuguese)

Report on review of quarterly information

To the Board of Directors and Stockholders São Martinho S A

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of São Martinho S.A., included in the Quarterly Information (ITR) Form for the quarter ended September 30, 2012, comprising the balance sheet as at that date and the statements of income and comprehensive income for the quarter and six-month period then ended, and the changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC), and of the consolidated interim accounting information in accordance with CPC 21 and International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the parent company interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company interim accounting information included in the Quarterly Information referred to above has not been prepared, in all material respects, in accordance with CPC 21 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

Conclusion on the consolidated interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim accounting information included in the Quarterly Information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

Other matters

Statements of value added

We have also reviewed the parent company and consolidated interim statements of value added for the six-month period ended September 30, 2012. These statements are the responsibility of the Company's management, and are required to be presented in accordance with standards issued by the CVM applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which does not require the presentation of the statement of value added. These statements were submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been properly prepared, in all material respects, in a manner consistent with the parent company and consolidated interim accounting information taken as a whole.

Ribeirão Preto, November 7, 2012

PricewaterhouseCoopers Auditores Independentes CRC 2SP000160/O-5 "F"

Maurício Cardoso de Moraes Contador CRC 1PR035795/O-1 "T" SP

Sao Martinio S.A.

Balance sheet All amounts in thousands of reais

| | | Pare | ent company | | Consolidated | | | Pare | ent company | | Consolidated |
|------------------------------------|------|-----------|-------------|-----------|--------------|--------------------------------------|------|-----------|-------------|-----------|--------------|
| | | September | March 31, | September | March 31, | | | September | March 31, | September | March 31, |
| Assets | Note | 30, 2012 | 2012 | 30, 2012 | 2012 | Liabilities and equity | Note | 30, 2012 | 2012 | 30, 2012 | 2012 |
| Current assets | | | | | | Current liabilities | | | | | |
| Cash and cash equivalents | 6 | 617,184 | 288,554 | 711,336 | 410,567 | Borrowings | 17 | 261,163 | 117,551 | 375,341 | 247,504 |
| Trade receivables | 7 | 110,099 | 33,869 | 128,899 | 38,399 | Derivative financial instruments | 29 | 45,876 | 13,542 | 46,686 | 14,269 |
| Derivative financial instruments | 29 | 20,093 | 10,283 | 22,952 | 11,063 | Trade payables | 18 | 133,178 | 56,751 | 170,808 | 76,655 |
| Inventories | 8 | 285,068 | 104,624 | 390,802 | 137,375 | Payables to Copersucar | 19 | 2,040 | 2,040 | 2,331 | 2,356 |
| Taxes recoverable | 9 | 39,905 | 28,977 | 51,747 | 39,701 | Salaries and social contributions | | 49,258 | 44,790 | 65,417 | 57,297 |
| Income tax and social contribution | 25 | 17,181 | 17,658 | 19,727 | 20,550 | Taxes payable | | 12,495 | 9,376 | 15,370 | 12,199 |
| Dividends receivable | | | 8,604 | | | Income tax and social contribution | 25 | 7,226 | | 8,400 | 240 |
| Other assets | 11 | 7,696 | 4,905 | 9,593 | 5,551 | Related parties | 10 | | | | 224 |
| | | | | , | | Dividends payable | | | 30,070 | | 30,070 |
| | | 1,097,226 | 497,474 | 1,335,056 | 663,206 | Advances from customers | | 709 | 5,810 | 1,037 | 8,418 |
| | | | | ,, | | Acquisition of investment | 37 | 61,154 | 57,906 | 61,154 | 57,906 |
| Non-current assets | | | | | | Other liabilities | 21 | 39,305 | 13,769 | 38,879 | 10,215 |
| Long-term receivables | | | | | | | | | | | |
| Marketable securities | 12 | | | 6,879 | 6,541 | | | 612,404 | 351,605 | 785,423 | 517,353 |
| Inventories | 8 | 31,086 | 13,927 | 57,012 | 26,877 | | | | | | |
| Related parties | 10 | 3,732 | 17,672 | 2 | 3,788 | Non-current liabilities | | | | | |
| Deferred income tax | | | | | | Borrowings | 17 | 1,020,207 | 671,412 | 1,429,977 | 984,865 |
| and social contribution | 25 | | | 44,137 | 38,227 | Payables to Copersucar | 19 | 196,016 | 200,409 | 217,052 | 222,007 |
| Trade receivables from Copersucar | | 1,495 | 1,545 | 1,683 | 1,737 | Taxes payable in installments | 20 | 48,244 | 49,873 | 55,922 | 57,873 |
| Taxes recoverable | 9 | 41,248 | 23,413 | 63,447 | 46,581 | Deferred income tax | | | | | |
| Judicial deposits | 28 | 44,534 | 41,784 | 47,748 | 44,972 | and social contribution | 25 | 404,783 | 404,681 | 816,851 | 820,201 |
| Other assets | 11 | 253 | 253 | 395 | 395 | Provision for contingencies | 28 | 72,618 | 68,064 | 77,835 | 74,259 |
| | | | | | | Acquisition of investment | 37 | 58,686 | 55,569 | 58,686 | 55,569 |
| | | 122,348 | 98,594 | 221,303 | 169,118 | Advances for future capital increase | 10 | | | 30,404 | 23,543 |
| | | | | | | Other liabilities | 21 | 7,878 | 6,817 | 7,878 | 6,819 |
| Investments | 13 | 1,399,609 | 1,376,929 | 12,518 | 8,262 | | | | | | |
| Biological assets | 14 | 435,320 | 443,536 | 650,849 | 632,904 | | | 1,808,432 | 1,456,825 | 2,694,605 | 2,245,136 |
| Property, plant and equipment | 15 | 1,377,164 | 1,413,608 | 3,206,017 | 3,244,267 | | | , , | | , | <u> </u> |
| Intangible assets | 16 | 22,834 | 2,967 | 87,950 | 69,410 | Equity | 22 | | | | |
| | | | | | | Share capital | | 614,150 | 455,900 | 614,150 | 455,900 |
| | | 3,357,275 | 3,335,634 | 4,178,637 | 4,123,961 | Carrying value adjustments | | 1,218,529 | 1,272,558 | 1,218,529 | 1,272,558 |
| | | | | | | Revenue reserves | | 144,603 | 308,867 | 144,603 | 308,867 |
| | | | | | | Treasuryshares | | (14,538) | (12,753) | (14,538) | (12,753) |
| | | | | | | Stock options granted | | 1,052 | 106 | 1,052 | 106 |
| | | | | | | Retained earnings | | 69,869 | | 69,869 | |
| | | | | | | | | 2,033,665 | 2,024,678 | 2,033,665 | 2,024,678 |
| Total assets | | 4,454,501 | 3,833,108 | 5,513,693 | 4,787,167 | Total liabilities and equity | | 4,454,501 | 3,833,108 | 5,513,693 | 4,787,167 |

Statement of income Periods ended September 30 All amounts in thousands of reais

(A free translation of the original in Portuguese)

| | _ | | | Pare | ent company |
|---|----------------------|---|--|--|--|
| | _ | | 9/30/2012 | | 9/30/2011 |
| | Note | Quarter | Six months | Quarter | Six months |
| Revenues Cost of sales | 31 32 _ | 456,950 (330,064) | 676,456 (489,549) | 344,650 (216,286) | 643,096 (428,124) |
| Gross profit | _ | 126,886 | 186,907 | 128,364 | 214,972 |
| Operating income (expenses) Selling expenses General and administrative expenses Equity in the results of investees Other income, net | 32 32 13 33 | (23,855) (31,637) 12,951 1,559 (40,982) | (30,733) (57,820) 1,704 2,404 (84,445) | (17,183) (28,192) 3,789 1,049 (40,537) | (29,714) (48,452) 9,117 2,113 (66,936) |
| Operating profit | | 85,904 | 102,462 | 87,827 | 148,036 |
| Finance result Finance income Finance costs Monetary and foreign exchange variations, net | 34 | 23,472 (36,344) (1,465) (14,337) | 41,820 (62,429) 858 (19,751) | 24,861 (27,414) (13,028) (15,581) | 35,244 (47,778) (11,524) (24,058) |
| Profit before taxation | | 71,567 | 82,711 | 72,246 | 123,978 |
| Income tax and social contribution Current Deferred | 25(b) | (10,616) (10,428) | (10,616) (19,194) | (4,648) (18,931) | (16,611) (20,736) |
| Profit for the period | _ | 50,523 | 52,901 | 48,667 | 86,631 |

Statement of income Periods ended September 30 All amounts in thousands of reais unless otherwise stated

(A free translation of the original in Portuguese)

| | _ | | | C | onsolidated |
|---|-------|-----------|------------|-----------|-------------|
| | _ | | 9/30/2012 | | 9/30/2011 |
| | Note | Quarter | Six months | Quarter | Six months |
| Revenues | 31 | 546,913 | 837,226 | 398,122 | 727,070 |
| Cost of sales | 32 | (387,046) | (605,215) | (244,650) | (476,659) |
| Gross profit | = | 159,867 | 232,011 | 153,472 | 250,411 |
| Operating income (expenses) | | | | | |
| Selling expenses | 32 | (28,195) | (37,173) | (18,711) | (32,117) |
| General and administrative expenses | 32 | (37,615) | (69,402) | (34,422) | (58,003) |
| Equity in the results of investees | 13 | (1,230) | (3,179) | (2,783) | (2,783) |
| Other income, net | 33 | 438 | 1,219 | 353 | 1,241 |
| | _ | (66,602) | (108,535) | (55,563) | (91,662) |
| Operating profit | _ | 93,265 | 123,476 | 97,909 | 158,749 |
| Finance result | 34 | | | | |
| Finance income | | 29,583 | 54,718 | 27,103 | 40,453 |
| Finance costs | | (48,677) | (83,836) | (39,553) | (63,617) |
| Monetary and foreign exchange variations, net | _ | (2,298) | (19,536) | (13,029) | (11,455) |
| | _ | (21,392) | (48,654) | (25,479) | (34,619) |
| Profit before taxation | | 71,873 | 74,822 | 72,430 | 124,130 |
| Income tax and social contribution | 25(b) | | | | |
| Current | | (11,600) | (12,089) | (4,846) | (16,818) |
| Deferred | _ | (9,750) | (9,832) | (18,917) | (20,681) |
| Profit for the period | = | 50,523 | 52,901 | 48,667 | 86,631 |
| Basic earnings per share - R\$ | 35(a) | | 0.4714 | | 0.7676 |
| Diluted earnings per share - R\$ | 35(b) | | 0.4713 | | 0.7676 |

Statement of comprehensive income

All amounts in thousands of reais

(A free translation of the original in Portuguese)

| | Parent company and consolidated | | | | |
|--|---------------------------------|------------|----------|------------|--|
| | 9/30/2012 9/30/2 | | | | |
| | Quarter | Six months | Quarter | Six months | |
| Profit for the period | 50,523 | 52,901 | 48,667 | 86,631 | |
| Other comprehensive income (loss) Gains (losses) on derivative transactions - hedge accounting | 1,117 | (37,061) | (43,237) | (29,929) | |
| Total comprehensive income for the period | 51,640 | 15,840 | 5,430 | 56,702 | |

Statement of changes in equity All amounts in thousands of reais

(A free translation of the original in Portuguese)

| | | | | Carrying va | lue adjustments | | | | | | | |
|---|------|---------|----------|-------------|--|--------|-----------------------|-------------------------|--------------------|-----------------------------|----------------------|---------------------------------------|
| | | | D | eemed cost | Gains (losses) | | Reven | ue reserves | | | | |
| | Note | Capital | Own | Investees | on derivative transactions - hedge accounting | Legal | Capital investment | Additional dividends | Treasury shares | Stock options granted | Retained earnings | Total equity |
| At March 31, 2011 | 22 | 455,900 | 645,687 | 674,582 | (15,300) | 15,199 | 158,255 | 21,062 | (1,899) | | | 1,953,486 |
| Prior-year additional dividends paid Realization of deemed cost increment Loss on derivative transactions - hedge accounting | | | (19,901) | (218) | (29,929) | | | (21,062) | | | 20,119 | (21,062) (29,929) |
| Merger of the deemed cost of OMTEK Profit for the period | | | 3,374 | (3,374) | | | | | | | 86,631 | 86,631 |
| At September 30, 2011 | 22 | 455,900 | 629,160 | 670,990 | (45,229) | 15,199 | 158,255 | <u> </u> | (1,899) | | 106,750 | 1,989,126 |
| At March 31, 2012 | 22 | 455,900 | 610,553 | 670,844 | (8,839) | 21,530 | 281,323 | 6,014 | (12,753) | 106 | | 2,024,678 |
| Capital increase with reserve Prior-year additional dividends paid Realization of deemed cost increment Loss on derivative transactions - hedge accounting Acquisition of treasury shares Stock options granted | | 158,250 | (16,827) | (141) | (37,061) | | (158,250) | (6,014) | (1,785) | 946 | 16,968 | (6,014) (37,061) (1,785) 946 |
| Profit for the period At September 30, 2012 | 22 | 614,150 | 593,726 | 670,703 | (45,900) | 21,530 | 123,073 | | (14,538) | 1,052 | 52,901 69,869 | 52,901 2,033,665 |

Statement of cash flows Six-month periods ended September 30 All amounts in thousands of reais

(A free translation of the original in Portuguese)

| | Parent company | | | Consolidated |
|--|---------------------|---------------------|----------------------|----------------------|
| | 9/30/2012 | 9/30/2011 | 9/30/2012 | 9/30/2011 |
| Cash flows from operating activities | | | | |
| Profit for the period Adjustments | 52,901 | 86,631 | 52,901 | 86,631 |
| Depreciation and amortization | 77,175 | 71,607 | 104,035 | 85,779 |
| Harvested biological assets (depreciation) | 90,742 | 83,362 | 120,971 | 88,335 |
| Change in fair value of biological assets | (10,494) | (30,856) | (9,186) | (27,431) |
| Equity in the results of investees | (1,704) | (9,117) | 3,179 | 2,783 |
| Result of investment and property, plant and equipment disposals Interest, monetary and foreign exchange variations, net | (88) 37,914 | (364) 58,151 | (116) 76,267 | (354) 74,757 |
| Constitution of provision for contingencies, net | 12,240 | 5,830 | 12,339 | 5,661 |
| Deferred income tax and social contribution | 19,194 | 20,736 | 9,832 | 20,681 |
| Reversal of provision for inventory losses | (526) | (377) | (527) | (3,809) |
| Adjustments to present value and others | 7,963 | 299 | 7,765 | (553) |
| | 285,317 | 285,902 | 377,460 | 332,480 |
| Changes in assets and liabilities | | | | |
| Trade receivables | (76,181) | (2,906) | (88,885) | (4,120) |
| Inventories | (142,870) | (183,089) | (197,511) | (217,689) |
| Taxes recoverable | (26,886) | (8,622) | (26,375) | (7,857) |
| Financial investments Related parties | | 3,216 | (71) (2) | (245) 294 |
| Other assets | (4,752) | (6,944) | (5,994) | (8,449) |
| Trade payables | 62,311 | 112,852 | 75,038 | 100,285 |
| Salaries and social charges | 4,467 | 7,347 | 8,119 | 9,699 |
| Taxes payable | 10,289 | 4,899 | 11,642 | 7,359 |
| Taxes payable in installments | (3,511) | (2,364) | (3,834) | (2,563) |
| Provision for contingencies - settlements | (10,928) | (12,446) | (12,462) | (12,682) |
| Other liabilities | 21,589 | (18,705) | 22,221 | (20,276) |
| Cash from operations | 118,845 | 179,140 | 159,346 | 176,236 |
| Interest paid | (13,061) | (6,432) | (27,721) | (17,219) |
| Income tax and social contribution paid | | (12,893) | (602) | (12,893) |
| Net cash provided by operating activities | 105,784 | 159,815 | 131,023 | 146,124 |
| Cash flows from investing activities | (2.612) | (4 504) | (2.670) | |
| Financial resources used in investments Additions to property, plant and equipment and intangible assets | (2,612) (78,017) | (1,584) (79,108) | (2,679) (116,494) | (101,374) |
| Additions to property, plant and equipment and intangible assets Additions to biological assets (planting and crop treatment) | (95,035) | (86,618) | (166,117) | (134,487) |
| Proceeds from sale of property, plant and equipment | 252 | 1,041 | 477 | 1,192 |
| Cash and cash equivalents of merged subsidiary | | 1,320 | | |
| Advances for future capital increase | (4,895) | (7,322) | (1,193) | (3,342) |
| Dividends and interest on own capital received | 8,604 | 4,312 | | |
| Net cash used in investing activities | (171,703) | (167,959) | (286,006) | (238,011) |
| Cash flows from financing activities | 45.400 | (0.004) | 40.405 | (0.004) |
| Derivative financial instruments New borrowings - third parties | 15,192 498,937 | (2,231) 327,443 | 13,195 614,650 | (2,231) 359,443 |
| Repayment of borrowings - Copersucar | (8,340) | (2,714) | (9,629) | (2,076) |
| Repayment of borrowings - third parties | (73,371) | (160,505) | (131,455) | (191,043) |
| Advances for future capital increase | , , | , , | 6,860 | ` 7,177 [′] |
| Payment of dividends and interest on capital | (36,084) | (30,242) | (36,084) | (30,242) |
| Purchases of treasury shares | (1,785) | | (1,785) | |
| Net cash provided by financing activities | 394,549 | 131,751 | 455,752 | 141,028 |
| Increase in cash and cash equivalents | 328,630 | 123,607 | 300,769 | 49,141 |
| Cash and cash equivalents at the beginning of the period | 288,554 | 116,461 | 410,567 | 222,219 |
| Cash and cash equivalents at the end of the period | 617,184 | 240,068 | 711,336 | 271,360 |

Statements of value added Six-month periods ended September 30 All amounts in thousands of reais

(A free translation of the original in Portuguese)

| | Parent company | | Consolidated | | |
|--|----------------|--------------|-----------------|--------------|--|
| | 9/30/2012 | 9/30/2011 | 9/30/2012 | 9/30/2011 | |
| Revenues | | | | | |
| Gross sales of products and goods | 700,187 | 670,522 | 871,555 | 765,222 | |
| Revenue from the construction of own assets | 106,995 | 93,601 | 180,258 | 142,776 | |
| Other income | 1,921 | 2,046 | 1,924 | 2,142 | |
| | 809,103 | 766,169 | 1,053,737 | 910,140 | |
| Inputs acquired from third parties | | | | | |
| Cost of products and goods sold | (253,198) | (212,339) | (273,197) | (224,872) | |
| Materials, energy, outsourced services and others | (144,756) | (127,688) | (246,927) | (188,314) | |
| Recovery (impairment) of assets | 526 | 377 | 525 | 3,808 | |
| | (397,428) | (339,650) | (519,599) | (409,378) | |
| Gross value added | 411,675 | 426,519 | 534,138 | 500,762 | |
| Depreciation and amortization | (77,175) | (71,607) | (104,035) | (85,779) | |
| Harvested biological assets (depreciation) | (90,742) | (83,362) | (120,971) | (88,335) | |
| Net value added generated by the entity | 243,758 | 271,550 | 309,132 | 326,648 | |
| Value added received through transfer | | | | | |
| Equity in the results of investees | 1,704 | 9,117 | (3,179) | (2,783) | |
| Finance income | 72,811 | 77,025 | 88,637 | 82,352 | |
| Other | 674 | 159 | 1,049 | 697 | |
| Total value added to distribute | 318,947 | 357,851 | 395,639 | 406,914 | |
| Distribution of value added | | | | | |
| Personnel and payroll charges | | | | | |
| Direct remuneration | 94,584 | 81,858 | 121,236 | 98,969 | |
| Benefits | 22,653 | 20,577 | 29,321 | 24,862 | |
| Government Severance Indemnity Fund for Employees (FGTS) | 7,622 | 6,486 | 9,879 | 7,760 | |
| Management fees | 5,660 | 5,311 | 6,153 | 6,042 | |
| Taxes and contributions | 00.570 | 40.400 | 0.4.770 | 54400 | |
| Federal State | 38,578 | 49,408 | 34,778 4,828 | 54,136 | |
| Municipal | 68 330 | 1,611 281 | 4,626 746 | 9,586 317 | |
| Less: state tax incentives | 330 | 201 | (4,095) | (2,772) | |
| Creditors | | | (4,000) | (2,112) | |
| Interest | 42,636 | 24,857 | 60,701 | 41,582 | |
| Rentals | 1,995 | 2,880 | 543 | 1,447 | |
| Foreign exchange differences | 30,133 | 53,305 | 53,455 | 53,354 | |
| Other | 21,787 | 24,646 | 25,193 | 25,000 | |
| Profits reinvested | 52,901 | 86,631 | 52,901 | 86,631 | |
| Value added distributed | 318,947 | 357,851 | 395,639 | 406,914 | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

1 Operations

1.1 General information

São Martinho S.A. (the "Company") and its subsidiaries are primarily engaged in planting sugar cane and producing and selling sugar, ethanol and other sugar cane products; the cogeneration of electricity; cattle breeding and agricultural production; import and export of goods, products and raw materials and investing in other companies.

Approximately 60% of the sugar cane used in the production of the products derives from the Company's own plantations, from those of stockholders, related companies and agricultural partnerships, and the remaining 40% from third-party suppliers.

Sugar cane requires an 18-month period for maturing and the beginning of the harvest, which generally takes place between April and December, the period during which sugar and ethanol are produced and there is also cogeneration of electricity.

The sale of sugar and ethanol is carried out in a partnership with Santa Cruz S.A. Açúcar e Álcool ("SC") through a commercial agreement, in which costs, expenses and obligations arising from sales transactions are apportioned proportionally between the Company and its subsidiaries and SC, in accordance with their percentage of the total volume sold. In the prior year, sales were carried out through the consortium Allicom.

As part of its strategic objectives, the Company maintains investments in the following subsidiaries, jointly-controlled companies and associates:

- Vale do Mogi Empreendimentos Imobiliários S.A. ("Vale do Mogi"), previously called Usina São Martinho S.A. ("USM");
- Nova Fronteira Bioenergia S.A. ("NF") and its subsidiaries:
 - Usina Boa Vista S.A. ("UBV"); and
 - SMBJ Agroindustrial S.A. ("SMBJ");
- SMA Indústria Química S.A. ("SMA");
- Usina Santa Luiza S.A. ("USL");
- São Martinho Energia S.A. ("SME");
- Omtek Indústria e Comércio Ltda. ("Omtek") investment merged into the Company on May 30,
- Santa Cruz S.A. Açúcar e Álcool ("SC") and its subsidiary:
 - Companhia Bioenergética Santa Cruz 1 ("Bio");
- Agro Pecuária Boa Vista S.A. ("ABV"); and
- CTC Centro de Tecnologia Canavieira S.A. ("CTC").

The Company is a listed corporation headquartered in Pradópolis, State of São Paulo, and registered with the São Paulo Futures, Commodities and Stock Exchange - BM&FBovespa S.A. ("BM&FBovespa") in the Novo Mercado (New Market) category. It is a subsidiary of the holding company LJN Participações S.A. ("LJN"), which has a controlling interest of 56.52% in its voting capital. In turn, the owners of LJN are the family holding companies Luiz Ometto Participações S.A., João Ometto Participações S.A. and Nelson Ometto Participações Ltda.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

The issue of these financial statements was approved by the Company's Board of Directors on November 5, 2012.

1.2 Changes in corporate structure

In the last year, important corporate transactions were realized, which significantly affected the comparison of the current period results with those of the prior period.

These transactions are described in detail in the annual financial statements for the year ended March 31, 2012 in the following notes:

- Formation and capital increase in NF Note 1.2;
- Merger of Omtek Indústria e Comércio Ltda. ("Omtek") Note 1.5;
- Acquisition of investments in Santa Cruz S.A. Açúcar e Álcool ("SC") and Agro Pecuária Boa Vista S.A. ("ABV") - Note 1.6; and
- Sale of the investment in Uniduto Logística S.A. ("Uniduto") Note 1.7.

2 Summary of significant accounting policies

2.1 Basis of preparation

The interim accounting information included in this financial information was prepared in accordance with the Brazilian technical pronouncement CPC 21 - Interim Financial Reporting, and with the international accounting standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), and is presented in accordance with the standards issued by the Brazilian Securities Commission (CVM) applicable to the preparation of Quarterly Information.

Accordingly, and as described in CVM's Circular Letter CVM/SNC/SEP 03/2011, the Company elected to present the explanatory notes in this Quarterly Information (ITR) in a summarized manner when the information is the same as that presented in the annual financial statements. In such cases, the complete explanatory note in the annual financial statements is indicated to facilitate the understanding of the Company's financial position and performance during the interim period.

The Company declares that the basis of preparation, including the consolidation criteria, and the accounting policies were the same as those utilized in preparing the annual financial statements for the year ended March 31, 2012. Therefore, the corresponding information should be referred to in explanatory Notes 2.1 through 2.22 to those financial statements.

3 Critical accounting estimates and judgments

The Company confirms that the critical accounting estimates and judgments described in the annual financial statements for the year ended March 31, 2012, in Note 3.1, remain valid for this Quarterly Information - ITR.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

4 Financial risk management

There are no differences between the current financial risk factors and risk management policy and those described in Note 5 to the financial statements for the year ended March 31, 2012.

4.1 Assets and liabilities subject to foreign exchange variations

The table below summarizes foreign currency-denominated assets and liabilities (in US dollars - US\$), recorded in the consolidated balance sheet at September 30, 2012:

| Current assets | R\$ | Equivalents in thousands of US\$ |
|--|-----------|--|
| Cash and cash equivalents (bank - demand deposits) | 83,111 | 40,929 |
| Trade receivables | 78,939 | 38,875 |
| Derivative financial instruments | 22,952 | 11,303 |
| Total assets | 185,002 | 91,107 |
| Liabilities | | |
| Current liabilities: | | |
| Borrowings | 227,641 | 112,138 |
| Derivative financial instruments | 46,686 | 22,998 |
| Other liabilities | 3,882 | 1,912 |
| Non-current liabilities: | | |
| Borrowings | 720,806 | 355,077 |
| Other liabilities | 7,765 | 3,825 |
| Total liabilities | 1,006,780 | 495,950 |
| Subtotal, net | (821,778) | (404,843) |
| (-) Export-linked borrowings (*) | 948,408 | 467,196 |
| Net exposure - assets | 126,630 | 62,353 |

These assets and liabilities were adjusted and recorded in the financial statements at September 30, 2012 at the exchange rate in effect on that date, of R\$ 2.0306 per US\$ 1.00 for assets and R\$ 2.03 per US\$ 1.00 for liabilities.

(*) The balance of borrowings in foreign currency refers mainly to loans in the format of Advances on Foreign Exchange Contracts (ACC), Export Credit Notes and Export Prepayments (PPE), maturing from October 2012 to June 2017, which are linked to exports. As the above agreements will be settled through product exports, the Company's management understands that these transactions represent a natural hedge and that, therefore, the foreign exchange variations will only have a temporary accounting effect on the financial statements, without a corresponding effect on the cash flows of the Company and its subsidiaries.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

4.2 Volatility risk of commodity prices

The Company and its subsidiaries are exposed to the risk of changes in the commodity prices because of the manufacture of sugar.

At September 30, 2012, the prices of 129,352 metric tons of sugar were hedged by sales contracts for future delivery scheduled as from October 2012, priced at an average of 21.37 ¢/lb (cents per pound weight) with the New York - ICE Futures US.

4.3 Liquidity risk

Cash flow forecasting is realized for the Company and its subsidiaries and aggregated by the Finance Department. The Finance Department monitors rolling forecasts of the Company's liquidity requirements to ensure that it has sufficient cash to meet operating needs.

Surplus cash held by the operating entities over and above the balance required for working capital management is invested in interest-earning current accounts, time deposits, money market deposits and marketable securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient margins as determined by the cash flow forecasts. At September 30, 2012, the Company and its subsidiaries had financial investments consisting mainly of repurchase agreements backed by government securities, and fixed-income funds, indexed to the Interbank Deposit Certificate (CDI) interest rate, with high liquidity and active trading in the market, that are expected to readily generate cash inflows for managing liquidity risk.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

The table below analyzes the Company's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date.

| | | | Pare | ent company |
|----------------------------------|--------------------|---------------------------------|----------------------------------|-------------------------|
| | Less than one year | Between one and two years | Between two and five years | More than five years |
| September 30, 2012 | | | | |
| Borrowings | 261,163 | 276,462 | 674,286 | 69,459 |
| Derivative financial instruments | 45,876 | | | |
| Trade pay ables | 133,178 | | | |
| Acquisition of investment | 61,154 | 58,686 | | |
| Other liabilities | 39,305 | 7,878 | | |
| At March 31, 2012 | | | | |
| Borrowings | 117,551 | 106,283 | 483,201 | 81,928 |
| Derivative financial instruments | 13,542 | | | |
| Trade pay ables | 56,751 | | | |
| Acquisition of investment | 57,906 | 55,569 | | |
| Other liabilities | 13,769 | 3,538 | 3,279 | |

| | | | | Consolidated |
|----------------------------------|--------------------|---------------------------------|----------------------------------|----------------------|
| | Less than one year | Between one and two years | Between two and five years | More than five years |
| September 30, 2012 | | | | |
| Borrowings | 375,341 | 377,492 | 926,189 | 126,296 |
| Derivative financial instruments | 46,686 | | | |
| Trade pay ables | 170,808 | | | |
| Acquisition of investment | 61,154 | 58,686 | | |
| Other liabilities | 38,879 | 7,878 | | |
| At March 31, 2012 | | | | |
| Borrowings | 247,504 | 211,612 | 645,997 | 127,256 |
| Derivative financial instruments | 14,269 | | | |
| Trade pay ables | 76,655 | | | |
| Acquisition of investment | 57,906 | 55,569 | | |
| Other liabilities | 10,215 | 3,537 | 3,282 | |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

4.4 Sensitivity analysis

In accordance with CVM Instruction 475, the sensitivity analysis below has been prepared by the Company showing the effects of changes in the fair values of financial instruments relating to the pricing and hedging of foreign currency risks and other financial assets and liabilities denominated in foreign currency at September 30, 2012, considered by management as the major risks to which the Company is exposed. This analysis considers management expectations with respect to the future scenario projected.

| Parent company: | | I | Probable scenario | Possible scenarios | | |
|---|---------------------------------|-----------------------|---|----------------------|-------------------------|--|
| | Risk | Average rate/price | Effect on accounting result and cash flows | Deterioration of 25% | Deterioration of 50% | |
| Foreign exchange rate risk | | | | | | |
| Cash and cash equivalents | Depreciation of the U.S. dollar | 2.08 | 2,052 | (18,141) | (38,333) | |
| Trade receivables | Depreciation of the U.S. dollar | 2.08 | 2,018 | (17,847) | (37,712) | |
| Short and long-term borrowings | Appreciation of the U.S. dollar | 2.35 | (117,789) | (335,032) | (552,275) | |
| Forward contracts - foreign currency - NDF | Appreciation of the U.S. dollar | 2.08 | (26,391) | (254,150) | (481,910) | |
| Accounts pay able | Appreciation of the U.S. dollar | 2.21 | (1,023) | (4,190) | (7,358) | |
| Price risk | | | | | | |
| Forward contracts - sugar - NDF | Increase in the commodity price | 21.54 | (6,238) | (42,480) | (78,723) | |
| Futures market - sale - ethanol | Increase in the commodity price | 1,124.00 | 1,378 | (6,978) | (21,823) | |
| Futures market - purchase - sugar | Decrease in commodity price | 20.85 | 427 | (1,615) | (3,673) | |
| Futures market - sale - sugar | Increase in the commodity price | 21.87 | (6,608) | (33,648) | (82,403) | |
| Call sale - sugar | Increase in the commodity price | 23.66 | (1,048) | (1,975) | (2,901) | |
| Put sale - sugar | Increase in the commodity price | 20.25 | 409 | 232 | 55 | |
| Put purchase - sugar | Decrease in commodity price | 20.35 | (1,695) | (2,588) | (3,481) | |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

| Consolidated: | | I | Probable scenario | Possible scenarios | | |
|---|---------------------------------|-----------------------|---|----------------------|----------------------|--|
| | Risk | Average rate/price | Effect on accounting result and cash flows | Deterioration of 25% | Deterioration of 50% | |
| Foreign exchange rate risk | | | | | | |
| Cash and cash equivalents | Depreciation of the U.S. dollar | 2.08 | 2,166 | (19,153) | (40,473) | |
| Trade receivables | Depreciation of the U.S. dollar | 2.08 | 2,057 | (18,192) | (38,441) | |
| Short and long-term borrowings | Appreciation of the U.S. dollar | 2.34 | (144,852) | (418,176) | (691,501) | |
| Forward contracts - foreign currency - NDF | Appreciation of the U.S. dollar | 2.08 | (25,899) | (262,940) | (499,981) | |
| Accounts pay able | Appreciation of the U.S. dollar | 2.21 | (1,023) | (4,190) | (7,358) | |
| Price risk | | | | | | |
| Forward contracts - sugar - NDF | Increase in the commodity price | 21.17 | (4,065) | (43,359) | (82,653) | |
| Futures market - sale - ethanol | Increase in the commodity price | 1,123.77 | 1,418 | (7,172) | (22,443) | |
| Futures market - purchase - sugar | Decrease in commodity price | 21.13 | 271 | (1,733) | (3,751) | |
| Futures market - sale - sugar | Increase in the commodity price | 21.15 | (4,292) | (26,929) | (72,607) | |
| Call sale - sugar | Increase in the commodity price | 21.13 | (951) | (2,103) | (3,254) | |
| Put sale - sugar | Increase in the commodity price | 21.13 | 229 | 5 | (218) | |
| Put purchase - sugar | Decrease in commodity price | 21.13 | (1,144) | (2,431) | (3,719) | |

4.5 Fair value estimation

The fair values of the financial instruments contracted by the Company and its subsidiaries are measured based on information obtained from the financial institutions and prices quoted in an active market based on standard market pricing methodology, which comprises measuring their nominal values up to the due date and discounting these to present values at future market rates. The use of different assumptions may cause estimated fair values to differ from actual amounts, since considerable judgment is required in interpreting market data.

The fair values of futures negotiated in the New York - Intercontinental Exchange (ICE Futures US) are calculated by the difference between the price of the derivative in the contract and the market closing price on the base date, obtained from quotations in the active market, and reconciled with creditor or debtor balances with the brokers. The fair value of options traded in the ICE is obtained from quotations in the market.

The fair values of foreign exchange options are obtained using the "Black & Scholes" method, which is based on market data, specifically the DI and DDI interest curves published by the BM&F.

The fair values of forward contracts, both for foreign exchange and sugar, contracted in the over-the-counter market with leading banks, are calculated using discounted future cash flow methods, which are based on market data on the date of each contract, specifically the DI and DDI interest curves published by the BM&F, PTAX published by the Brazilian Central Bank, and prices of sugar futures in the ICE.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

At each reporting date, the Company and its subsidiaries review individual financial assets or groups of financial assets for evidence of impairment.

The carrying values less impairment provision, or adjustment to present value, when applicable, of trade receivables, notes receivable, trade payables and notes payable are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company and its subsidiaries for similar financial instruments.

The Company and its subsidiaries adopted CPC 40 for financial instruments that are measured in the balance sheet at fair value, which requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

| | | Parent o | company |
|--|---------|----------|-----------|
| As per balance sheet | Level 1 | Level 2 | Total |
| At September 30, 2012 | | | |
| Assets - derivative financial instruments | 0 | | 0 |
| Sugar futures | 11,879 | | 11,879 |
| Options - sugar | 1,491 | | 1,491 |
| Forward contracts - sugar | | 2,497 | 2,497 |
| Liabilities - derivative financial instruments | | | |
| Ethanol futures | (11) | | (11) |
| Forward contracts - foreign exchange | , | (34.718) | (34,718) |
| Swap contracts | | | (11,147) |
| | | (,- 1/) | ()- 1/ / |
| At March 31, 2012 | | | |
| Assets - derivative financial instruments | | | |
| Ethanol futures | 8 | | 8 |
| Sugar futures | 4,404 | | 4,404 |
| Options - sugar | 631 | | 631 |
| Forward contracts - sugar | | 4,518 | 4,518 |
| Liabilities - derivative financial instruments | | | |
| | | (12,409) | (10, 400) |
| Forward contracts - foreign exchange | | | (12,409) |
| Swap contracts | | (1,133) | (1,133) |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | Cons | solidated |
|--|---------|----------|-----------|
| As per balance sheet | Level 1 | Level 2 | Total |
| At September 30, 2012 | | | |
| Assets - derivative financial instruments | | | |
| Ethanol futures | 96 | | 96 |
| Sugar futures | 13,067 | | 13,067 |
| Options - sugar | 1,517 | | 1,517 |
| Forward contracts - sugar | | 2,704 | 2,704 |
| Forward contracts - foreign exchange | | 31 | 31 |
| Liabilities - derivative financial instruments | | | |
| Ethanol futures | (11) | | (11) |
| Forward contracts - foreign exchange | | (34,718) | (34,718) |
| Swap contracts | | (11,957) | (11,957) |
| At March 31, 2012 | | | |
| Assets - derivative financial instruments | | | |
| Ethanol futures | (185) | | (185) |
| Sugar futures | 4,223 | | 4,223 |
| Options - sugar | 816 | | 816 |
| Forward contracts - sugar | | 4,548 | 4,548 |
| Liabilities - derivative financial instruments | | | |
| Forward contracts - foreign exchange | | (12,352) | (12,352) |
| Swap contracts | | (1,543) | (1,543) |

Financial instruments by category 5

| | | | Parei | nt company |
|----------------------------------|-----------------------|---|------------------------------------|------------|
| Assets as per balance sheet | Loans and receivables | Assets at fair value through profit or loss | Derivatives used for hedging | Total |
| At September 30, 2012 | | | | |
| Cash and cash equivalents | 617,184 | | | 617,184 |
| Trade receivables | 110,099 | | | 110,099 |
| Derivative financial instruments | 4,226 | | 15,867 | 20,093 |
| Related parties | 3,732 | | | 3,732 |
| Other assets, except for | | | | |
| prepayments | 2,924 | | | 2,924 |
| At March 31, 2012 | | | | |
| Cash and cash equivalents | 288,554 | | | 288,554 |
| Trade receivables | 33,869 | | | 33,869 |
| Derivative financial instruments | 722 | | 9,561 | 10,283 |
| Related parties | 17,672 | | | 17,672 |
| Other assets, except for | | | | |
| prepayments | 2,430 | | | 2,430 |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | Pare | nt company |
|---|---|------------------------------------|-----------------------------------|--------------------------------------|
| Liabilities as per balance sheet | Liabilities at fair value through profit or loss | Derivatives used for hedging | Other financial liabilities | Total |
| At September 30, 2012 | | | | |
| Borrowings | 67,359 | | 1,214,011 | 1,281,370 |
| Derivative financial instruments | (3,255) | 49,131 | | 45,876 |
| Trade pay ables | | | 133,178 | 133,178 |
| Other liabilities | | | 47,183 | 47,183 |
| At March 31, 2012 | | | | |
| Borrowings | 72,199 | | 716,764 | 788,963 |
| Derivative financial instruments | 1,133 | 12,409 | | 13,542 |
| Trade pay ables | | | 56,751 | 56,751 |
| Other liabilities | | | 20,586 | 20,586 |
| | | | C | Consolidated |
| | | Assets at fair | | |
| | | value | Derivatives | |
| | Loans and | through | used for | _ |
| Assets as per balance sheet | receivables | profit or loss | hedging | Total |
| At September 30, 2012 | | | | |
| Cash and cash equivalents | 711,336 | | | 711,336 |
| Marketable securities | 6,879 | | | 6,879 |
| Trade receivables | 128,899 | | | 128,899 |
| Derivative financial instruments | 5,536 | | 17,416 | 22,952 |
| Related parties | 2 | | | 2 |
| Other assets, except for | | | | |
| prepay ments | | | | |
| prepayments | 3,334 | | | 3,334 |
| At March 31, 2012 | 3,334 | | | 3,334 |
| At March 31, 2012 Cash and cash equivalents | 410,567 | | | 410,567 |
| At March 31, 2012 Cash and cash equivalents Marketable securities | 410,567 6,541 | | | 410,567 6,541 |
| At March 31, 2012 Cash and cash equivalents Marketable securities Trade receivables | 410,567 6,541 38,399 | | | 410,567 6,541 38,399 |
| At March 31, 2012 Cash and cash equivalents Marketable securities Trade receivables Derivative financial instruments | 410,567 6,541 38,399 1,287 | | 9,776 | 410,567 6,541 38,399 11,063 |
| At March 31, 2012 Cash and cash equivalents Marketable securities Trade receivables Derivative financial instruments Related parties | 410,567 6,541 38,399 | | 9,776 | 410,567 6,541 38,399 |
| At March 31, 2012 Cash and cash equivalents Marketable securities Trade receivables Derivative financial instruments | 410,567 6,541 38,399 1,287 | | 9,776 | 410,567 6,541 38,399 11,063 |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | | Consolidated |
|----------------------------------|---|------------------------------------|-----------------------------------|--------------|
| Liabilities as per balance sheet | Liabilities at fair value through profit or loss | Derivatives used for hedging | Other financial liabilities | Total |
| At September 30, 2012 | | | | |
| Borrowings | 73,945 | | 1,731,373 | 1,805,318 |
| Derivative financial instruments | | 46,686 | | 46,686 |
| Trade pay ables | | | 170,808 | 170,808 |
| Other liabilities | | | 46,757 | 46,757 |
| At March 31, 2012 | | | | |
| Borrowings | 72,199 | | 1,160,170 | 1,232,369 |
| Derivative financial instruments | | 14,269 | | 14,269 |
| Trade pay ables | | | 76,655 | 76,655 |
| Related parties | | | 224 | 224 |
| Other liabilities | | | 17,034 | 17,034 |

The credit quality of financial assets that are neither past due nor impaired is assessed by reference to external credit ratings (if available) or to historical information about counterparty default rates. There is no history of significant default in the Company and its subsidiaries.

6 Cash and cash equivalents

| | | Parer | nt company |
|---|--|--------------------|-------------------|
| | Remuneration | September 30, 2012 | March 31, 2012 |
| Cash and banks Marketable securities | | 78,968 | 39,011 |
| . Bank Deposit Certificate (CDB) | 100.50% (March - 100.90%) of the CDI interest rate - weighted average rate | 196,057 | 77,036 |
| . Debenture repurchase agreeme | n101.60% (March -102.00%) of the CDI interest rate - weighted average | | |
| | rate | 342,159 | 172,507 |
| | | 617,184 | 288,554 |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | Co | onsolidated |
|--|---|--------------------|-------------------|
| | Remuneration | September 30, 2012 | March 31, 2012 |
| Cash and banks | | 88,387 | 54,744 |
| Marketable securities Bank Deposit Certificate (CDB) | 100.51% (March -100.82%) of the CDI interest rate - weighted average rate | 241,586 | 129,895 |
| . Debenture repurchase agreeme | n101.55% (March - 101.94%) of the CDI interest rate - weighted average rate | 381,363 | 225,928 |
| | Tuto | 711,336 | 410,567 |

Cash and bank balances include deposits in current accounts which are available for immediate use. These balances are a result of the strategies and the normal flow of operations of the Company and its subsidiaries. All financial investments can be redeemed in up to 30 days, with no loss of remuneration.

7 Trade receivables

The analysis of the balance of trade receivables is as follows:

| | Parent company | | Consolidat | |
|-------------------|--------------------|-------------------|--------------------|-------------------|
| | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| Local customers | 32,657 | 28,089 | 49,960 | 32,580 |
| Foreign customers | 77,442 | 5,780 | 78,939 | 5,819 |
| | 110,099 | 33,869 | 128,899 | 38,399 |

At September 30 and March 31, 2012, management did not identify the need to record a provision for impairment of trade receivables.

As of September 30, 2012, trade receivables of R\$ 2,963 (R\$ 8,439 - consolidated) were past due but not impaired. These receivables related to a number of customers for whom there is no history of default. The ageing analysis of these trade receivables is as follows:

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | Parent company | | | onsolidated |
|--------------------------------|--------------------|-------------------|--------------------|-------------------|
| Past due and not provided for: | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| Up to 30 days | 2,881 | 106 | 4,431 | 309 |
| From 31 to 60 days | | 256 | 3 | 144 |
| Over 60 days | 82 | 462 | 433 | 447 |
| Not yet due: | | | | |
| Up to 30 days | 104,946 | 30,271 | 121,716 | 34,094 |
| From 31 to 60 days | 2,154 | 2,611 | 2,246 | 3,192 |
| Over 60 days | 36 | 163 | 70 | 213 |
| | 110,099 | 33,869 | 128,899 | 38,399 |

The past due amounts mainly refer to exports which were billed for immediate payment and take on average 30 days to be received. At September 30, 2012, the average collection period for trade receivables was 11 days (15 days - consolidated).

The maximum exposure to credit risk at the reporting date is the book value of the balances of the receivables.

8 Inventories

| | Parent company | | |
|--|--------------------|-------------------|--|
| | September 30, 2012 | March 31, 2012 | |
| Finished products and in process | 194,325 | 35,876 | |
| Advances - purchase of sugar cane | 81,087 | 49,202 | |
| Inputs, indirect, maintenance and other materials | 40,742 | 34,000 | |
| Provision for reduction of inventories to realizable value | | (527) | |
| | 316,154 | 118,551 | |
| Current assets | 285,068 | 104,624 | |
| Non-current assets | 31,086 | 13,927 | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | C | Consolidated | |
|--|--------------------|-------------------|--|
| | September 30, 2012 | March 31, 2012 | |
| Finished products and in process | 264,831 | 43,558 | |
| Advances - purchase of sugar cane | 132,850 | 68,534 | |
| Inputs, indirect, maintenance and other materials | 50,313 | 52,867 | |
| Provision for reduction of inventories to realizable value | (180) | (707) | |
| | 447,814 | 164,252 | |
| Current assets | 390,802 | 137,375 | |
| Non-current assets | 57,012 | 26,877 | |

In order to expand its production, the Company entered into partnerships to purchase sugar cane grown on third-party rural properties (including agricultural partnerships), of which part of the delivery will only occur in future years.

9 Taxes recoverable

The balance of taxes recoverable can be summarized as follows:

| | Parent company | | |
|---|--------------------|-------------------|--|
| | September 30, 2012 | March 31, 2012 | |
| Social Contribution on Revenues (COFINS), including credits on purchases of property, plant and equipment Value-added Tax on Sales and Services (ICMS), including | 35,603 | 23,645 | |
| credits on purchases of property, plant and equipment | 31,469 | 16,427 | |
| Social Integration Program (PIS), including credits on | | | |
| purchases of property, plant and equipment | 8,228 | 6,898 | |
| Tax on Financial Transactions (IOF) on derivatives | 5,240 | 4,751 | |
| Other | 613 | 669 | |
| | 81,153 | 52,390 | |
| Current assets | (39,905) | (28,977) | |
| Non-current assets (mainly credits on purchases of | | | |
| property, plant and equipment) | 41,248 | 23,413 | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | Consolidate | | | |
|---|--------------------|-------------------|--|--|
| | September 30, 2012 | March 31, 2012 | | |
| Social Contribution on Revenues (COFINS), including credits on purchases of property, plant and equipment | 55,308 | 43,515 | | |
| Value-added Tax on Sales and Services (ICMS), including credits on purchases of property, plant and equipment | 41,109 | 25,777 | | |
| Social Integration Program (PIS), including credits on | . , , | <i>5.7. 7.</i> | | |
| purchases of property, plant and equipment Tax on Financial Transactions (IOF) on derivatives | 12,522 | 11,254 | | |
| Other | 5,240 | 4,751 | | |
| Other | 1,015 | 985 | | |
| | 115,194 | 86,282 | | |
| Current assets | (51,747) | (39,701) | | |
| Non-current assets (mainly credits on purchases of | | | | |
| property, plant and equipment) | 63,447 | 46,581 | | |

The balances of taxes recoverable arise from commercial transactions and prepayments, adjusted to present value when applicable (credits on purchases of property, plant and equipment).

The credits on purchases of property, plant and equipment are offset against taxes and contributions payable in accordance with the applicable legislation.

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

10 Related parties

(a) Parent company and consolidated balances:

| _ | | | | | Pa | rent company |
|--------------------------------------|-------------------|-----------------------|------------------------|----------------|--------------------|------------------------|
| _ | | Septem | ber 30, 2012 | | N | Iarch 31, 2012 |
| | Current assets | Non-current assets | Current liabilities | Current assets | Non-current assets | Current liabilities |
| Subsidiaries and related parties: | | | | | | |
| Vale do Mogi (formerly USM) | 24 | | | 466 | | 248 |
| UBV | 826 | | 6 | 3,082 | | 796 |
| USL | 30 | 1,167 | 169 | 18 | 1,500 | |
| SMBJ | 11 | | | 1 | | |
| SME | | 2,565 | | | 12,678 | |
| CTC | | | | | 3,494 | |
| SC | 39 | | 1065 | 1,120 | | 220 |
| SMA | 38 | | | 86 | | |
| Other | 30 | | 8 | 1,052 | | |
| Sub-total | 998 | 3,732 | 1,248 | 5,825 | 17,672 | 1,264 |
| From purchases of sugar cane - trade | | | | | | |
| payables | | | 4,129 | 950 | | 1,812 |
| <u>-</u> | 998 | 3,732 | 5,377 | 6,775 | 17,672 | 3,076 |

| _ | | | | | | | c | onsolidated |
|---|-------------------|-----------------------|------------------------|-----------------|----------------|-----------------------|------------------------|-----------------|
| _ | | | Septeml | oer 30, 2012 | | | Ma | rch 31, 2012 |
| | Current assets | Non-current assets | Current liabilities | Non- current | Current assets | Non-current assets | Current liabilities | Non- current |
| Subsidiaries and related parties: | | | | | | | | |
| Amy ris Brasil | | | | 30,404 | | | | 23,543 |
| UBV | 405 | | 3 | | 1512 | | 391 | |
| USL | 15 | | 85 | | 9 | | | |
| SMBJ | 6 | | | | 1 | | | |
| CTC | | | | | | 3,546 | | |
| SC | 52 | 2 | 730 | | 760 | | | |
| SMA | 19 | | | | 42 | | | |
| Other | 30 | | 5 | | 1,052 | 242 | | |
| Sub-total | 527 | 2 | 823 | 30,404 | 3,376 | 3,788 | 391 | 23,543 |
| From purchases of sugar cane - trade payables | | | 3,954 | | 1,052 | | 1,880 | |
| - | 527 | 2 | 4,777 | 30,404 | 4,428 | 3,788 | 2,271 | 23,543 |

At September 30, 2012, the balances in current assets and liabilities (classified as trade receivables and trade payables in the balance sheet) refer to sales and purchases of goods and services between the Company and its subsidiaries and related parties. The balances in non-current assets and liabilities are advances for future capital increase.

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

(b) Parent company transactions in the six-month period:

| <u>-</u> | | | Septe | mber 30, 2012 |
|----------------------------------|-------------------------|------------------|---|---------------------------------------|
| <u>-</u> | Administrative expenses | Sales revenue | Expenses reimbursed by subsidiaries | Purchases of goods and services |
| Vale do Mogi | | | | 21,998 |
| UBV | | 44 | 5,263 | |
| USL | | | 182 | |
| SMA | | | 139 | |
| USC | | | 709 | |
| SMBJ | | | 59 | |
| Other | | | 188 | |
| Stockholders and related parties | | | | |
| - rental of properties | 155 | | | |
| - rendering of services | 688 | | | |
| - purchases of sugar cane | | | | 9,612 |
| _ | 843 | 44 | 6,540 | 31,610 |
| - | | | | |

| - | September 30 | | | | | | |
|----------------------------------|-------------------------------------|------------------|---|---------------------------------|--|--|--|
| _ | Finance and administrative expenses | Sales revenue | Expenses reimbursed by subsidiaries | Purchases of goods and services | | | |
| Omtek | | 47 | | | | | |
| UBV | | | 3,247 | 40 | | | |
| USL | | 52 | 234 | | | | |
| Vale do Mogi | | | | 25,094 | | | |
| SMA | | | 98 | | | | |
| Stockholders and related parties | | | | | | | |
| - rental of properties | 114 | | | | | | |
| - rendering of services | 505 | | | | | | |
| - purchases of sugar cane | | | | 8,218 | | | |
| | 619 | 99 | 3,579 | 33,352 | | | |

The transactions with related parties refer to revenues and expenses in respect of sales of molasses, steam, rental of properties, provision of legal services and purchases of sugar cane.

The expenses reimbursed by subsidiaries refer to expenditures with the shared services center, of the Board of Directors and the Corporate Office. The apportionments are supported by agreements between the parties.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

(c) Consolidated transactions in the six-month period:

| <u>-</u> | | | Septe | September 30, 2012 | | | |
|----------------------------------|-------------------------|------------------|---|---------------------------------------|--|--|--|
| <u>-</u> | Administrative expenses | Sales revenue | Expenses reimbursed by subsidiaries | Purchases of goods and services | | | |
| UBV | | 22 | 2,581 | | | | |
| USL | | | 91 | | | | |
| SMA | | | 70 | | | | |
| USC | | | 481 | | | | |
| SMBJ | | | 29 | | | | |
| Other | | | 188 | | | | |
| Stockholders and related parties | | | | | | | |
| - rental of properties | 155 | | | | | | |
| -rendering of services | 552 | | | | | | |
| - purchases of sugar cane | | | | 9,767 | | | |
| = | 707 | 22 | 3,440 | 9,767 | | | |
| | | | | | | | |

| September 3 | | | | | | |
|----------------------------------|-------------------------------------|------------------|---|---------------------------------------|--|--|
| _ | Finance and administrative expenses | Sales revenue | Expenses reimbursed by subsidiaries | Purchases of goods and services | | |
| UBV | | | 1,205 | 15 | | |
| USL | | 30 | 136 | | | |
| SMA | | | 49 | | | |
| Stockholders and related parties | | | | | | |
| - rental of properties | 114 | | | | | |
| - rendering of services | 528 | | | | | |
| - purchases of sugar cane | | | | 8,986 | | |
| <u>-</u> | 642 | 30 | 1,390 | 9,001 | | |

(d) **Key management remuneration:**

Key management includes directors and officers. The remuneration paid or payable for their services is shown below:

| | Pare | ent company | | onsolidated |
|---|--------------------|--------------------|--------------------|--------------------|
| | September 30, 2012 | September 30, 2011 | September 30, 2012 | September 30, 2011 |
| Fees and bonuses Social security contributions | 4,864 973 | 5,383 1,077 | 5,356 1,072 | 5,774 1,154 |
| Other | 315 | 266 | 319 | 270 |
| | 6,152 | 6,726 | 6,747 | 7,198 |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

11 Other assets

| | Parer | nt company | | <u>Consolidated</u> |
|--------------------|--------------------|-------------------|--------------------|---------------------|
| | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| Prepaid expenses | 5,025 $1,733$ | 2,728 | 6,654 | 3,001 |
| Sundry advances | | 1,437 | 1,840 | 1,680 |
| Other investments | 142 | 141 | 284 | 284 |
| Other receivables | 1,049 | 852 | 1,210 | 981 |
| Current assets | 7,949 | 5,158 | 9,988 | 5,946 |
| | (7,696) | (4,905) | (9,593) | (5,551) |
| Non-current assets | 253 | 253 | 395 | 395 |

12 Marketable securities

| | | | Consolidated |
|--|---|--------------------|-------------------|
| | Remuneration | September 30, 2012 | March 31, 2012 |
| Financial investments . Funds - Financial Treasury Bills (LFT) | 100% of the Special System for Settlement and Custody (SELIC) interest rate | 6,879 | 6,541 |

The balance guarantees the payment of a long-term financing agreement of UBV and, accordingly, cannot be redeemed at any time.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

13 Investments

13.1 Subsidiaries, jointly-controlled subsidiaries and associates

The parent company's investments in other companies are as follows:

| | | | | | | | , | Septemb | er 30, 2012 |
|---|--------------|---------|----------|---------|----------|---------|---------|---------|-------------|
| | Vale do Mogi | SME | NF | SMA | USL | SC | ABV | Other | Total |
| In subsidiaries, jointly-controlled subsidiaries and associates: | | | | | | | | | |
| Shares/quotas held (thousands) | 23,500 | 12,678 | 426,635 | 50 | 11,898 | 1,643 | 1,146 | | |
| Percentage holding | 100.00% | 100.00% | 50.95% | 50.00% | | 32.19% | 17.97% | | |
| Share capital | 81,987 | 12,678 | 858,837 | 100 | 10,941 | 63,083 | 208,560 | | |
| Equity (net capital deficiency) | 783,549 | 12,484 | 778,323 | (2,221) | (13,767) | 323,290 | 343,475 | | |
| Profit (loss) for the period | 18,010 | (30) | (21,146) | (589) | (2,152) | (7,490) | 6,762 | | |
| Changes in the investments: | | | | | | | | | |
| At March 31, 2012 | 765,539 | | 407,342 | | 34,015 | 106,489 | 62,209 | 1,335 | 1,376,929 |
| Payment and increase of capital | | 12,677 | | | 1,500 | | | 7,270 | 21,447 |
| Equity in the results of investees | 18,010 | (30) | (10,774) | (295) | (897) | (2,411) | 1,215 | (3,114) | 1,704 |
| Reclassification from/to liabilities of investments with net capital deficiency - Note 21 | | (163) | | 295 | (603) | | | | (471) |
| At September 30, 2012 | 783,549 | | 396,568 | | 34,015 | 104,078 | 63,424 | 5,491 | 1,399,609 |

The investments in the subsidiaries SC and ABV are adjusted by the fair value increments of the assets and liabilities acquired in the amounts of R\$ 139,034 and R\$ 108,170, respectively.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | | | | | Septeml | per 30, 2011 |
|--|-----------------|----------|---------|---------|--------|----------|---------|--------------|
| | Vale do Mogi | Omtek | SME | NF | SMA | USL | Other | Total |
| In subsidiaries, jointly-controlled | | | | | | | | |
| subsidiaries and associates: | | | | | | | | |
| Shares/quotas held (thousands) | 23,500 | | 1,000 | 426,635 | 50 | 11,898 | | |
| Percentage holding | 100.00% | | 100.00% | 62.89% | 50.00% | 41.67% | | |
| Share capital | 59,540 | | 1 | 684,870 | 100 | 7,341 | | |
| Equity (net capital deficiency) | 756,762 | | (107) | 623,514 | (339) | (14,721) | | |
| Profit (loss) for the period | 14,946 | | (108) | (350) | (382) | (3,793) | | |
| Changes in the investments: | | | | | | | | |
| At March 31, 2011 | 762,432 | 24,614 | | 392,344 | 21 | 34,015 | | 1,213,426 |
| Reclassification of other assets | | | | | | | 5,216 | 5,216 |
| Additional dividends distributed | (20,616) | | | | | | | (20,616) |
| Payment and increase of capital | | | 1 | | | 1,583 | | 1,584 |
| Merger of spun-off net assets - Note 1.2 | | (23,652) | | | | | | (23,652) |
| Equity in the results of investees | 14,946 | (962) | (108) | (220) | (191) | (1,574) | (2,774) | 9,117 |
| Reclassification to current liabilities of | | | | | | | | |
| investments with net capital deficiency | | | 107 | | 170 | (9) | | 268 |
| At September 30, 2011 | 756,762 | | | 392,124 | | 34,015 | 2,442 | 1,185,343 |

There are no cross-holdings between the parent company and the subsidiaries.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

13.2 Goodwill, spin-off and merger of Etanol Participações S.A. ("EP")

Goodwill is described in detail in Note 14.2 to the annual financial statements for the year ended March 31, 2012.

13.3 Investments in the consolidated financial statements

The balance of investments in the consolidated statements relates to: (i) the indirect investees: Agropecuária Caieira do Norte S.A., Monte Sereno Agrícola Ltda. and Agropecuária do Cachimbo S.A., which investments amount to R\$ 5,464, R\$ 1,354 and R\$ 70, respectively; and (ii) the associated company CTC - Centro de Tecnologia Canavieira amounting to R\$ 5,630.

These investments are not consolidated and are recorded on the equity method of accounting.

14 Biological assets

At September 30, 2012, the Company, SC and UBV had sugar cane plantations in the states of São Paulo and Goiás used to provide raw materials for their production. The cultivation of sugar cane begins with the planting of seedlings in land of the Company or of third parties, and the first harvest occurs after a period of 12 to 18 months from planting, when the cane is harvested and the root ("stubble") remains in the ground. After each harvest (year/crop), the treated stubble grows again, giving an average of five or six crops.

The Company's land in which crops are cultivated is recorded in property, plant and equipment and is not part of the fair value of biological assets.

The key assumptions used for measuring the fair value are:

The fair value of sugar cane plantations is determined based on the discounted cash flow method, considering basically:

- (a) Cash inflows obtained from the multiplication of (i) the estimated production, measured in kilograms of ATR (Total Sugar Recoverable); and (ii) the future market price of sugar cane, which is estimated based on public data and estimates of the future prices of sugar and ethanol;
- (b) Cash outflows represented by the estimates of (i) costs necessary for the biological transformation of the sugarcane (cultivation) up to the harvest; (ii) costs with harvesting/cutting, loading and transport (CCT); (iii) capital costs (land and machinery and equipment); (iv) costs of leases and rural partnerships; and (v) taxes on positive cash flows; and
- (c) The discount rate corresponding to the Weighted Average Cost of Capital (WACC), which is periodically reviewed by management.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

The following assumptions were used to determine the related fair value:

| | Consolidated | | |
|---|--------------------|-------------------|--|
| | September 30, 2012 | March 31, 2012 | |
| Total estimated harvested area (ha) | 134,165 | 130,068 | |
| Expected productivity (t/ha) | 80.03 | 74.42 | |
| Amount of ATR per metric ton of sugar cane (kg) | 137.32 | 137.07 | |
| Estimated average price per ATR (R\$) | 0.5423 | 0.5269 | |

Based on the estimates of revenue and costs, the Company determines the future cash flows to be generated and discounts them to present value, considering a discount rate compatible with the remuneration of the investment in the circumstances. The changes in the fair value are recorded as biological assets with a corresponding entry to the sub-account "Changes in the fair value of biological assets", under "Cost of sales" in the statement of income for the period.

The model and assumptions used to determine the fair value represent management's best estimates at the reporting date and are reviewed on a quarterly basis and, if necessary, adjusted.

The changes in the fair value of biological assets for the period are as follows:

| | September 30, 2012 | | | |
|--|--------------------|--------------|--|--|
| | Parent company | Consolidated | | |
| Biological assets at March 31, 2012 | 443,536 | 632,904 | | |
| Increases from planting and crop treatment | 95,035 | 166,117 | | |
| Changes in fair value | 10,494 | 9,186 | | |
| Decreases resulting from the harvest | (113,745) | (157,358) | | |
| Biological assets at September 30, 2012 | 435,320 | 650,849 | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

(a) Operating leases, agricultural partnerships and future sugar cane purchase commitments

The Company and its subsidiaries signed agreements related to operating leases and purchases of sugar cane produced in the rural properties of third parties and agricultural partnerships through multiyear agreements. The lease and sugar cane purchase agreements are effective for six to twelve years, and most of them are renewable.

The amounts to be disbursed in respect of these transactions will be determined at the end of each crop by the price of a metric ton of sugar cane established in the model defined by the Council of Sugar Cane, Sugar and Alcohol Producers of the State of São Paulo (CONSECANA). The total payments related to leases and purchase agreements are estimated as follows:

| | <u></u> | Consolidated | | |
|---|--------------------|--------------------|--|--|
| | September 30,2012 | March 31, 2012 | | |
| Up to one year | 121,638 | 123,716 | | |
| From one year and up to five years After 5 years | 371,700 245,799 | 368,186 195,845 | | |
| | 739,137 | 687,747 | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

15 Property, plant and equipment

| | | | | | | | Par | ent company |
|---|-------------------|---------------------------------------|---|--------------------------|---|----------------------|--------------------------|------------------------------|
| | Land | Buildings and ancillary constructions | Industrial equipment and facilities | Vehicles | Agricultural machinery and implements | Other | Construction in progress | Total |
| At March 31, 2012 | 602,806 | 64,754 | 458,553 | 50,905 | 119,963 | 12,641 | 103,986 | 1,413,608 |
| Total cost Accumulated depreciation | 602,806 | 72,733 (7,979) | 520,128 (61,575) | 61,148 (10,243) | 137,662 (17,699) | 38,856 (26,215) | 103,986 | 1,537,319 (123,711) |
| Net book value | 602,806 | 64,754 | 458,553 | 50,905 | 119,963 | 12,641 | 103,986 | 1,413,608 |
| At March 31, 2012 Additions Disposals (residual value) Transfers between accounts and | 602,806 | 64,754 | 458,553 17,357 | 50,905 1,441 (158) | 119,963 860 (5) | 12,641 295 (1) | 103,986 55,450 | 1,413,608 75,403 (164) |
| to intangible assets Depreciation | | 21,269 (2,488) | 23,904 (88,906) | 210 (4,350) | 123 (10,933) | 742 (1,190) | (50,064) | (3,816) (107,867) |
| At September 30, 2012 | 602,806 | 83,535 | 410,908 | 48,048 | 110,008 | 12,487 | 109,372 | 1,377,164 |
| Total cost Accumulated depreciation | 602,806 | 94,002 (10,467) | 561,389 (150,481) | 62,585 (14,537) | 138,614 (28,606) | 39,873 (27,386) | 109,372 | 1,608,641 (231,477) |
| Net book value | 602,806 | 83,535 | 410,908 | 48,048 | 110,008 | 12,487 | 109,372 | 1,377,164 |
| Net book value of: Historical cost Revaluation increment | 21,102 581,704 | 41,298 42,237 | 193,567 217,341 | 44,806 3,242 | 70,536 39,472 | 12,487 | 109,372 | 493,168 883,996 |
| | 602,806 | 83,535 | 410,908 | 48,048 | 110,008 | 12,487 | 109,372 | 1,377,164 |
| Average annual depreciation rates | | 4.60% | 10.07% | 11.17% | 12.96% | 12.32% | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | | | | | | | Consolidated |
|---|----------------------|---------------------------------------|---|--------------------------|---|---------------------------|----------------------|--------------------------|-------------------------------|
| | Land | Buildings and ancillary constructions | Industrial equipment and facilities | Vehicles | Agricultural machinery and implements | Leasehold improvements | Other | Construction in progress | Total |
| At March 31, 2012 | 1,904,176 | 159,440 | 758,872 | 79,312 | 162,418 | 21,580 | 15,375 | 143,094 | 3,244,267 |
| Total cost Accumulated depreciation | 1,904,176 | 178,951 (19,511) | 871,975 (113,103) | 103,260 (23,948) | 198,489 (36,071) | 31,574 (9,994) | 43,056 (27,681) | 143,094 | 3,474,575 (230,308) |
| Net book value | 1,904,176 | 159,440 | 758,872 | 79,312 | 162,418 | 21,580 | 15,375 | 143,094 | 3,244,267 |
| At March 31, 2012 Additions Disposals (residual value) Transfers between accounts and | 1,904,176 | 159,440 | 758,872 21,443 (1) | 79,312 2,413 (344) | 162,418 6,130 (15) | 21,580 3,552 | 15,375 393 (1) | 143,094 83,242 | 3,244,267 117,173 (361) |
| to intangible assets Depreciation | | 21,280 (4,612) | 24,994 (117,948) | 251 (6,421) | 260 (17,127) | 626 (3,759) | 176 (1,376) | (51,406) | (3,819) (151,243) |
| At September 30, 2012 | 1,904,176 | 176,108 | 687,360 | 75,211 | 151,666 | 21,999 | 14,567 | 174,930 | 3,206,017 |
| Total cost Accumulated depreciation | 1,904,176 | 200,231 (24,123) | 918,411 (231,051) | 105,328 (30,117) | 204,809 (53,143) | 35,752 (13,753) | 43,605 (29,038) | 174,930 | 3,587,242 (381,225) |
| Net book value | 1,904,176 | 176,108 | 687,360 | 75,211 | 151,666 | 21,999 | 14,567 | 174,930 | 3,206,017 |
| Net book value of: Historical cost Revaluation increment | 133,039 1,771,137 | 121,350 54,758 | 422,679 264,681 | 67,072 8,139 | 109,017 42,649 | 21,999 | 14,567 | 174,930 | 1,064,653 2,141,364 |
| | 1,904,176 | 176,108 | 687,360 | 75,211 | 151,666 | 21,999 | 14,567 | 174,930 | 3,206,017 |
| Average annual depreciation rates | | 3.54% | 7.60% | 12.91% | 12.71% | 16.76% | 12.35% | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

The parent company balance of construction in progress at September 30, 2012 refers to the refurbishment of its two plants to increase sugar and ethanol production, investments in electricity cogeneration and other improvements. The consolidated balance of construction in progress also includes the expansion and improvements to the plant of UBV and SC for increased production of sugar, ethanol and electricity cogeneration.

At September 30, 2012, 13,938 ha of the Company's land were pledged in guarantee for borrowings of UBV.

Expenditures with maintenance in the inter-crop period are allocated to property, plant and equipment and are fully depreciated during the following harvest.

Under the terms of certain borrowing agreements of the Company and its subsidiaries, property, plant and equipment totaling R\$ 533,714 at September 30, 2012 (consolidated) was pledged as collateral. These assets are mainly represented by industrial equipment and facilities, and agricultural machinery and implements. In addition, land totaling R\$ 903,155 was pledged as collateral for securitized rural credits, recorded in current and long-term liabilities.

The Company and its subsidiaries capitalized finance charges of R\$ 1,119 and R\$ 1,059, in the quarters ended September 30, 2012 and 2011, respectively.

(a) Deemed cost

See Note 16 (a) to the annual financial statements for the year ended March 31, 2012.

16 Intangible assets

| | Parent company | | Consolidat | |
|--|-----------------------------|-------------------|--|---|
| | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| Goodwill - expected future profitability (i) Accumulated amortization (i) Software Accumulated amortization Rights on sugar cane contracts (ii) Electricity contract (ii) and other assets | 10,766 (4,492) 16,560 | 6,948 (3,981) | 47,880 (4,811) 12,975 (5,851) 16,560 21,197 | 47,880 (4,811) 9,138 (5,149) 22,352 |
| | 22,834 | 2,967 | 87,950 | 69,410 |

- (i) The goodwill attributed to expected future profitability, derived from the spin-off of the net assets of USL, of R\$ 46,167, currently merged into the Company, SC and ABV, is no longer being amortized and has been tested for impairment as from the fiscal year beginning April 1, 2009, as mentioned in Note 14.2 to the annual financial statements for the year ended March 31, 2012. The goodwill attributed to the acquisition of ABV is detailed in Note 38 to the annual financial statements for the year ended March 31, 2012.
- (ii) Refers to the acquisition of rights on agreements of agricultural partnership and sugar cane supply. These relate to 1,447 hectares, with an exploration period from 2012 to 2017, renewable for the same period.

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

(iii) Refers to the intangible assets (electricity contracts) identified in the process of acquisition of the investment in SC. See Note 38 to the annual financial statements for the year ended March 31, 2012. The amortization is recorded in accordance with the deliveries of energy scheduled in the contract.

17 Borrowings

| | | | | | t company |
|--|---|------------|--|-----------------------|-------------------|
| Туре | Charges | Guarantees | Maturity | September 30, 2012 | March 31, 2012 |
| In local currency | : | | | | |
| Securitized rural credits | General Market Price Index (IGP-M) + weighted average interest of 4.58% p.a., paid annually | (a) | Annual installments with maturities between Sep 2018 and Jul 2020 | 67,359 | 72,199 |
| Rural credit | Weighted average fixed interest rate of 5.71% paid on the maturity of the contract | (b) | Single installments with maturities in December 2012, January 2013 and August 2013 | 30,790 | 20,139 |
| Finame / BNDES Automatic loans | Quarterly Long-term Interest Rate (TJLP) + weighted average interest of 3.38% p.a. paid monthly | (c) | Monthly installments with maturities between Oct 2012 and Feb 2017 | 16,192 | 21,472 |
| Finame / BNDES Automatic loans | Weighted average fixed rate of 5.78% p.a. paid monthly | (d) | Monthly installments with maturities between Oct 2012 and Aug 2022 | 36,035 | 36,560 |
| Other securitized credits | Fixed interest rate of 3 % p.a. paid annually | (e) | Annual installments with final maturity in Oct 2025 | 69 | 69 |
| Export Credit Note | Variation of 99.63 % CDI OVER CETIP (average rate for interbank loans for one day registered with CETIP) paid on the maturities of the contracts | (g) | Single installments with maturities in May 2013, May 2014, Jun 2016 and May 2017 | 270,219 | 109,392 |
| Leasing | Fixed interest rate of 7.51% p.a. paid monthly | (f) | Monthly installments with maturities between Oct 2012 and Apr 2013 | 126 | 242 |
| FINEM DIRECT | Quarterly Long-term Interest Rate (TJLP) + weighted average interest of 2.86% p.a. paid monthly | (c) | Monthly installments with maturities between May 2023 and Apr 2013 | 19,496 | 14,966 |
| FINEM DIRECT | Fixed interest rate of 5.50% p.a. paid monthly | (c) | Monthly installments with maturities between Oct 2012 and Apr 2021 | 74,897 | 62,177 |
| FINEM DIRECT | Quarterly Long-term Interest Rate (TJLP) + weighted average interest of 1.40% p.a. paid monthly | (c) | Monthly installments with maturities between Oct 2012 and Mar 2021 | 15,006 | 13,001 |
| In foreign curren | cy: | | | | |
| Advances on foreign exchange contracts (ACC) | Fixed interest rate of 0.923% p.a. + US\$ variation paid on maturities | (1) | Single installments with maturities between Jan 2013 and May 2013 | 81,548 | |
| Export Credit Note | Fixed interest rate of 5.50% p.a. + US\$ variation paid on maturities | | Payments of semi-annual interest and principal in Jun 2017 | 205,976 | |
| Export prepayment - PPE | (6-month Libor = 0.73473% p.a.) + fixed rate = 2.27969% p.a.) = 3.0144% p.a. + US\$ variation paid on maturities | (h) | Semiannual installments with maturities between Oct 2012 and Sep 2016 | 462,119 | 437,376 |
| FINEM DIRECT | Currency basket (US\$, Euro and Yen) + weighted average fixed rate of 6.6636% p.a. paid monthly | (c) | Monthly installments with maturities between May 2013 and Apr 2023 | 1,538 | 1,370 |
| Total | | | | 1,281,370 | 788,963 |
| Current liabilities | | | | (261,163) | (117,551) |
| Non-current liabilities | | | | 1,020,207 | 671,412 |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| Tyma | Changes | Cuanantass | Maturity | September | March 31, |
|---|--|-------------|--|------------------------|------------------------|
| Type In local currency | Charges: | Guarantees | Maturity | 30, 2012 | 2012 |
| Securitized rural credits | General Market Price Index (IGP-M) + weighted average interest of 4.59% p.a., paid annually | (a) | Annual installments with maturities between Sep 2018 and Jul 2020 | 73,945 | 78,927 |
| Rural credit | Weighted average fixed interest rate of 5.71% p.a. paid on final maturity of the contracts | (b) | Single installments with maturities in December 2012, January 2013 and August 2013 | 30,790 | 20,139 |
| Rural Product Notes | Fixed interest rate of 10.65% p.a. paid annually and principal on final maturities | (b) | Payments of annual interest and principal in Jun 2017 | 78,540 | |
| Siname / BNDES | Quarterly Long-term Interest Rate (TJLP) + weighted average interest of 3.60% p.a. paid monthly | (c) and (i) | Monthly installments with maturities between Oct 2012 and Feb 2017 | 23,496 | 31,677 |
| Finame / BNDES Automatic loans | Weighted average fixed interest rate of 6.03 $\%$ p.a. paid monthly | (d) and (j) | Monthly installments with maturities between Oct 2012 and Jan 2017 | 43,212 | 43,155 |
| ndustrial Credit Certificate | Weighted average fixed rate of 11.50% p.a. paid monthly | (j) | Monthly installments with maturities between Oct 2012 and Nov 2019 | 4,088 | 4,374 |
| Export Credit Note | Variation of 99.63 % CDI OVER CETIP (average rate for interbank loans for one day registered with CETIP) paid on the maturities of the contracts | (g) | Single installments with maturities in May 2013, May 2014, Jun 2016 and May 2017 | 270,219 | 109,392 |
| Other securitized redits | Fixed interest rate of 3% p.a. paid annually | (e) | Annual installments with maturities between Oct 2012 and Oct 2025 | 68 | 68 |
| easing | Weighted average fixed rate of 7.49 % p.a. paid monthly | (f) | Monthly installments with maturities between Oct 2012 and May 2013 | 133 | 257 |
| TINEM - DIRECT | Quarterly Long-term Interest Rate (TJLP) + weighted average interest of 2.43% p.a. paid monthly | (c) and (i) | Monthly installments with maturities between May 2013 and Apr 2023 | 185,331 | 195,455 |
| FINEM - DIRECT | Quarterly Long-term Interest Rate (TJLP) + weighted average interest of 1.40% p.a. paid monthly | (c)and(i) | Monthly installments with maturities between Oct 2012 and Mar 2021 | 15,006 | 13,001 |
| INEM - DIRECT | Fixed interest rate of 5.20% p.a. paid monthly | (c) and (i) | Monthly installments with maturities between Oct 2012 and Apr 2021 | 132,043 | 111,983 |
| n foreign curren | ey: | | | | |
| iname / BNDES automatic loans | Currency basket (US\$, Euro and Yen) + weighted average fixed rate of 7.02% p.a. paid monthly | (k) | Monthly installments with maturity in Jun 2013 $$ | 39 | |
| INEM - DIRECT | Currency basket (US\$, Euro and Yen) + weighted average fixed rate of 6.15% p.a. paid monthly | (c) and (k) | Monthly installments with maturities between May 2013 and Apr 2023 | 38,518 | 38,198 |
| dvances on oreign exchange ontracts (ACC) | Fixed interest rate of 1.5 4% p.a. + US\$ variation paid on maturities | (1) | Single installments with maturities between Jan 2013 and May 2013 | 99,399 | 19,093 |
| export Credit Note | Fixed average interest rate of 5.50% p.a. + US\$ variation paid on maturities | | Payments of semi-annual interest and principal in Jun 2017 | 205,976 | |
| Export Credit Note | Fixed average interest rate of 5.6307% p.a. + US\$ variation paid on maturities | (m) | Single installments with maturities in April 2015, Oct 2016 and Jul 2018 | 47,405 | 36,073 |
| Export orepayment - PPE | 6-m onth Libor = 0.73473% p.a. + fixed rate = 2.27969% p.a. = 3.0144% p.a. + US\$ variation paid on maturities | (h) | Semiannual installments with maturities between Oct 2013 and Sep 2016 | 462,119 | 437,376 |
| Export orepayment - PPE | Fixed average interest rate of 4.7509% p.a. + US\$ variation paid on maturities | (h) | Installments with maturities between Nov 2012 and Apr 2018 | 94,991 | 88,144 |
| Export orepayment - PPE | Principal restated at the US\$ variation and interest restated at 135% of the variation of the Interbank Deposit Certificate (CDI) OVER Central System for Custody and Financial Settlement of Securities (CETIP) rate, paid on final maturities | (h) | Single installment with maturity in Jan 2013 | | 5,057 |
| Γotal Current liabilities | | | | 1,805,318 (375,341) | 1,232,369 (247,504) |
| Non-current | | | | 1,429,977 | 984,865 |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

FINAME - Government Agency for Machinery and Equipment Financing BNDES - National Bank for Economic and Social Development FINEM - Financing Program for Business Expansion and Modernization

At September 30, 2012, all the borrowings were guaranteed by stockholders' sureties and by the following additional guarantees (referenced to the tables above):

Carrying or

| Descri | ption of the guarantees for borrowings at September 30, 2012 | Carrying or contractual |
|--------|--|---------------------------------------|
| (a) | Mortgage - 23,293 ha of land | 539,052 |
| (b) | Promissory note | 34,928 |
| (c) | Statutory lien of industrial equipment Statutory lien of agricultural equipment Promissory note Bank guarantee | 56,685 57,324 22,441 15,006 |
| (d) | Mortgage - 24 ha of land Statutory lien of industrial equipment Statutory lien of agricultural equipment Promissory note | 560 98,399 53,333 1,804 |
| (e) | Mortgage - 78 ha of land | 4,779 |
| (f) | Promissory note | 1,471 |
| (g) | Promissory note | 100,000 |
| (h) | Consolidated financial covenants: maintenance of a minimum percentage of principal with a projected flow of receivables and minimum ratio between the net debt and EBITDA. At September 30, 2012, the Company was in compliance with all the covenants of the financing agreements. Mortgage - 3,949 ha of land Promissory note | 91,469 691,955 |
| (i) | Mortgage of 11,300 ha Statutory lien of industrial equipment Statutory lien of agricultural equipment Promissory note | 197,674 155,165 13,265 4,530 |
| (j) | Mortgage of 199 ha Statutory lien of industrial equipment Statutory lien of agricultural equipment | 3,138 96,606 371 |
| (k) | Mortgage of 2,439 ha Statutory lien of industrial equipment | 42,668 2,567 |
| (1) | Promissory note | 15,675 |
| (m) | Mortgage of 1,028 ha | 23,817 |
| | | |

The land given as collateral for borrowings refers to sugar cane plantation areas.

The subsidiary SC did not comply at March 31, 2012 with certain contractual borrowing conditions (covenants - financial indices), which would enable the lender to demand prepayment of approximately R\$ 66 million. The Company reclassified, in the consolidated financial statements, the amount of R\$ 22 million at March 31, 2012 to current liabilities, equivalent to its proportion of the subsidiary's borrowing. SC obtained waivers from the lender of the compliance with these covenants on May 24, 2012. Therefore, at June 30, 2012, the balance once again was classified as non-current liabilities.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

Long-term borrowings have the following maturities:

| | Septe | September 30, 2012 | | |
|--------------------------|--------------------------|--------------------|--|--|
| | Parent <u>company</u> | Consolidated | | |
| From 10/1/13 to 9/30/14 | 276,462 | 377,492 | | |
| From 10/1/14 to 9/30/15 | 241,615 | 329,875 | | |
| From 7/1/2015 to 6/30/16 | 149,858 | 202,275 | | |
| From 10/1/16 to 9/30/17 | 282,813 | 394,039 | | |
| From 10/1/17 to 9/30/18 | 23,015 | 51,971 | | |
| From 10/1/18 to 9/30/27 | 46,444 | 74,325 | | |
| | 1,020,207 | 1,429,977 | | |

The carrying amounts and fair values of the borrowings are similar.

Based on Brazilian Central Bank Resolution 2,471/98 and other pertinent legal provisions, in 1998, 1999 and 2000, the Company and USL securitized debts with financial institutions by means of the purchase of National Treasury Notes (CTN) in the secondary market, as collateral for the payment of the principal. This securitized financing, recorded as "Securitized agricultural credits", will be automatically settled on the maturity dates through the redemption of the CTNs, which are in the custody of the creditor financial institutions. These certificates are not negotiable and are exclusively intended for paying this debt. The companies' disbursements during the 20 years in which this securitization is effective are limited to the annual payment of amounts equivalent to the application of variable percentages of between 3.9% and 4.96% per annum of the securitized amount, monetarily adjusted based on the General Market Price Index (IGP-M), limited to 9.5% per annum up to the annual payment date. This obligation was recorded in the financial statements at September 30 and March 31, 2012, based on the amount of future disbursements adjusted to present value.

18 Trade payables

| | Parent company | | Consolidated | |
|---|----------------------|-------------------|--------------------|-------------------|
| | September 30,2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| Sugar cane Materials, services and other | 88,016 45,162 | 14,212 42,539 | 102,014 68,794 | 17,587 59,068 |
| | 133,178 | 56,751 | 170,808 | 76,655 |

The sugar cane harvest period, which generally occurs between April and December of each year, has a direct impact on the balance payable to sugar cane suppliers and providers of harvesting, loading and transport services.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

19 Payables to Copersucar

Copersucar provided funds to the companies during the period in which they were cooperative members through bills of exchange, for the purpose of financing their operations. The funds were obtained by the Cooperative in the market and transferred to the cooperative members, for short-term settlement, and from temporary cash surpluses arising from injunctions in lawsuits claiming the suspension of liabilities. These cash surpluses related to provisions for contingencies recorded by the Cooperative in long-term liabilities. However, in the event of unfavorable outcomes in lawsuits in which the Cooperative obtained an injunction, the Company could be required to reimburse, within 120 days, the amount that was transferred to it. The main amounts included in these liabilities arose from Excise Tax (IPI), whose constitutionality and legality had been challenged in court by the Cooperative, and from tax liabilities included in the Tax Recovery Program (REFIS) of Copersucar, as shown below.

The analysis of the amounts payable to Copersucar is as follows:

| | Parent company | |
|--|-----------------------------------|--|
| | September 30, 2012 | March 31, 2012 |
| REFIS - Copersucar - Updated based on the SELIC interest rate Bill of Exchange - Updated based on the SELIC interest rate Bill of Exchange - Onlending of funds not subject to charges Bill of Exchange - Updated based on the US\$ variation + interest of 4.53% | 84,817 68,851 44,272 116 | 87,804 69,141 44,272 1,232 |
| Total Current liabilities | 198,056 (2,040) | 202,449 (2,040) |
| Non-current | 196,016 | 200,409 |
| | | |
| | | Consolidated |
| | September 30, 2012 | Consolidated March 31, 2012 |
| REFIS - Copersucar - Updated based on the SELIC interest rate Bill of Exchange - Updated based on the SELIC interest rate Bill of Exchange - Onlending of funds not subject to charges Bill of Exchange - Updated based on the US\$ variation + interest of 4.53% | - | March 31, |
| Bill of Exchange - Updated based on the SELIC interest rate Bill of Exchange - Onlending of funds not subject to charges | 96,165 75,363 47,720 | March 31, 2012 103,371 79,075 40,478 |

All the liabilities of the Company and its subsidiaries to Copersucar are guaranteed by directors' sureties.

Copersucar is enrolled in the special Tax Recovery Program (REFIS) established by Law 11,941/09. The amount included in the installment payments of taxes under this Program was allocated to the cooperative and ex-cooperative members during the year ended March 31, 2011, according to the resolution of the Board of Directors of Copersucar.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

In accordance with the terms of the withdrawal from Copersucar, as from the date thereof, the Company and its subsidiaries USL and SC will remain liable for the obligations recorded under "Payables to Copersucar" in non-current liabilities, without any change in maturity dates, until the matters that gave rise to these liabilities and which are under judicial dispute being handled by the Cooperative's legal counsel are finally judged by the courts on an unappealable basis. Such liabilities continue to be collateralized by bank guarantees in the amount of R\$ 155,073 (R\$ 177,708 - consolidated).

20 Taxes payable in installments

| | Parent company | | Consolidate | |
|--|--------------------|-------------------|--------------------|-------------------|
| | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| ICMS | 2,558 | 3,106 | 2,643 | 3,224 |
| REFIS installment program - Law 11941 Other | 51,029 | 52,005 | 57,821 801 | 59,122 839 |
| | 53,587 | 55,111 | 61,265 | 63,185 |
| Current liabilities (taxes payable) | (5,343) | (5,238) | (5,343) | (5,312) |
| Non-current | 48,244 | 49,873 | 55,922 | 57,873 |

In October and November 2009, the Company and its subsidiaries Omtek, USL, SC and ABV enrolled in the Tax Recovery Program (REFIS), established by Law 11,941, of May 27, 2009, with benefits of the reduction of interest, fines and legal charges. Most of the lawsuits included in the installment payment program were being challenged in court and had been provided for, based on the opinion of the legal advisors. As a consequence of the enrollment in REFIS, the Company and its subsidiaries must pay the installments without any delay exceeding three months, as well as waive their legal claims and any plea of rights on which these lawsuits were based, subject to the immediate rescission of the installment program and, consequently, the loss of the benefits (discounts and advantageous payment terms). The consolidated liability portion of ABV has not been approved by the tax authorities yet due to issues in the data transmission system of the Brazilian Federal Revenue Secretariat. The subsidiary has taken measures to recognize the inclusion of these liabilities in the Tax Recovery Program (REFIS).

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

21 Other liabilities

| | Parent company | | Con | solidated |
|--|--------------------|-------------------|--------------------|-------------------|
| | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 |
| Sales to be billed | 2,834 | 160 | 8,453 | 3,202 |
| Revenues to be appropriated | 3,148 | 758 | 3,148 | 758 |
| Taxes payable in installments | | 88 | | 88 |
| Net capital deficiency of subsidiaries | 6,847 | 7,319 | | |
| Mitsubishi Corporation | 11,647 | 9,836 | 11,647 | 9,836 |
| Rights on sugar cane contracts | 19,730 | | 19,730 | |
| Other | 2,977 | 2,425 | 3,779 | 3,150 |
| | 47,183 | 20,586 | 46,757 | 17,034 |
| Current liabilities | (39,305) | (13,769) | (38,879) | (10,215) |
| Non-current | 7,878 | 6,817 | 7,878 | 6,819 |

The outstanding balance due to Mitsubishi Corporation arose from the acquisition of the investment in ABV, in November 2009 and with final payment in 2014. The outstanding balance of the rights on sugar cane agreements results from the acquisition of the rights and biological assets with maturity date in October 2012 (Note 16 (ii)).

22 Equity

(a) Capital

At September 30 and March 31, 2012, the capital was divided into 113,000,000 registered common shares, without par value. At the Extraordinary General Meeting held on July 27, 2012, the stockholders approved an increase in the Company's capital of R\$ 158,250 without the issue of new common nominative shares and without par value, using the balance of the capital investment reserve.

(b) Treasury shares

On December 13, 2011, the Board of Directors approved the second common share repurchase program, such shares to be held in treasury for subsequent sale, cancellation or utilization for the stock option plan (item (f) below), without reducing capital, pursuant to the Company's bylaws, CVM Instructions 10/80 and 268/97 and other statutory provisions. The share repurchases of this second program were carried out in the period from December 2011 to May 2012 on the BM&FBovespa S.A. (São Paulo Stock, Commodities and Futures Exchange), at market prices, with the intermediation of brokerage firms. Up to 1,000,000 shares could be purchased under the program.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

During the six-month period ended September 30, 2012, the Company repurchased 99,000 common shares for R\$ 1,817, at a minimum price per share of R\$ 18.30 and a maximum price of R\$ 18.65, resulting in an average price of R\$ 18.33. The table below summarizes the changes in treasury shares in this period:

| | Number | Average purchase price* | Total amount |
|--|---------|-------------------------------|-----------------|
| Treasury shares at March 31, 2012 | 708,600 | 18.00 | 12,753 |
| Repurchase of shares of the second program | 99,000 | 18.03 | 1,785 |
| Treasury shares at September 30, 2012 | 807,600 | 18.00 | 14,538 |

^{*} Includes additional costs of acquisition

At September 30, 2012, the market value of the totality of these shares was R\$ 19,318. At March 31, 2012, the market value was R\$ 16,574, when the balance in treasury was 708,600 shares.

The Company's objective with this program is to maximize the generation of value for its stockholders.

(c) Carrying value adjustments

See Note 23(c) to the annual financial statements for the year ended March 31, 2012.

(d) Legal and capital investment reserves

No changes occurred in the calculation method utilized during the quarter ended September 30, 2012. See Note 23 (d) to the annual financial statements for the year ended March 31, 2012.

At the Ordinary General Stockholders Meeting held on July 27, 2012, the stockholders approved an additional allocation of R\$ 123,068 to the capital investment reserve.

(e) Dividends and interest on capital

Stockholders are entitled to receive a minimum dividend of 25% of the profit for the year, after the deduction of any accumulated deficit and the appropriation to the legal reserve.

The Ordinary General Stockholders Meeting held on July 27, 2012 approved an additional dividend distribution of R\$ 6,014 (R\$ 0.0536 per share), totaling a dividend distribution of R\$ 36,084 (R\$ 0.321343 per share) on the profit for the year ended March 31, 2012.

(f) Stock option plan

On November 28 and December 12, 2011, purchase options of the Company's shares were granted to certain executives. These stock options are detailed in Note 23(f) to the annual financial statements for the year ended March 31, 2012.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

The balance of the outstanding stock options is as follows:

| Date | Number of shares granted | Outstanding stock options | Average exercise price (R\$) |
|--------------------------|-----------------------------|---------------------------|---------------------------------|
| 11/28/2011 12/12/2011 | 140,400 418,538 | 140,400 418,538 | 19.31 18.49 |
| 9/30/2012 | 558,938 | 558,938 | |

The fair value attributed to these options was determined based on the Black & Scholes pricing model, which takes into consideration the value of the share, the price of exercise, the time to elapse up to the exercise of the option, the likelihood of the option being exercised, the historical volatility based on the daily closing prices of the shares in the last two years, the dividend rate and the risk-free interest rate.

In the quarter ended September 30, 2012, the Company recognized an expense of R\$ 315 (R\$ 946 in the six-month period) with stock options.

23 Employee and management benefits plan

During the quarter ended September 30, 2012, there were no changes made in the model and assumptions used for the plan, as described in Note 24 to the annual financial statements for the year ended March 31, 2012.

The benefits for the quarters ended September 30, 2012 and 2011, recorded as operating costs or expenses in the consolidated statements of income, amounted to R\$ 501 and R\$ 457, respectively.

24 Profit sharing program

There were no changes in the assumptions utilized for this calculation during the quarter ended September 30, 2012. See Note 25 to the annual financial statements for the year ended March 31, 2012.

The profit sharing for the quarters ended September 30, 2012 and 2011, recorded as operating costs or expenses in the consolidated statements of income, amounted to R\$ 3,769 and R\$ 3,302, respectively.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

Income tax and social contribution **25**

The income tax and social contribution balances are as follows: (a)

| | Parent com | |
|--|--------------------|-------------------|
| Tax assets | September 30, 2012 | March 31, 2012 |
| Current assets - Prepayments | | |
| Income tax and social contribution to be offset | 17,181 | 17,658 |
| Current liabilities - Payable | | |
| . Income tax and social contribution, payable | 7,226 | |
| Tax liabilities | | |
| Non-current liabilities (net) | | |
| Deferred assets | | |
| . Income tax on tax losses | 5,339 | 21,880 |
| . Social contribution on accumulated losses | 1,995 | 7,950 |
| Taxes on temporary differences: | | |
| . Provision for contingencies | 18,526 | 16,737 |
| . Tax benefit of merged goodwill | 4,276 | 5,432 |
| Pre-operating expenses (deferred charges, written off) | 4 | 6 |
| . Derivative financial instruments | 36,183 | 10,980 |
| . Other | 4,116 | 5,331 |
| Deferred liabilities | | |
| Taxes on temporary differences: | | |
| . Increment of property, plant and equipment (deemed cost) | (303,034) | (311,776) |
| . Accelerated tax-incentive depreciation | (126,781) | (125,318) |
| . Securitized financing | (15,490) | (13,833) |
| . Adjustment to present value | (4,678) | (5,312) |
| . Derivative financial instruments | (9,004) | (4,248) |
| Biological assets and agricultural product (changes in fair value) | (9,012) | (4,867) |
| . Foreign exchange variation | (7,223) | (7,643) |
| Non-current liabilities | (404,783) | (404,681) |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

| | | Consolidated |
|--|---------------------|---------------------|
| | September | March 31, |
| | 30, 2012 | 2012 |
| In current assets - prepayments | | |
| Income tax and social contribution to be offset | 19,727 | 20,550 |
| Current liabilities - Payable | | |
| . Income tax and social contribution, payable | 8,400 | 240 |
| Deferred income tax and social contribution | | |
| Deferred assets | | |
| . Income tax on tax losses | 43,176 | 55,359 |
| Social contribution on accumulated losses | 15,665 | 20,051 |
| Taxes on temporary differences: | | |
| • Provision for contingencies | 19,268 | 17,826 |
| . Biological assets and agricultural product (changes in fair value) | 4,110 | 5,731 |
| . Tax benefit of merged goodwill | 7,098 | 8,459 |
| Pre-operating expenses (deferred charges, written off) | 5,024 | 5,941 |
| Derivative financial instruments | 36,183 | 10,980 |
| . Other | 4,275 | 5,665 |
| Deferred liabilities | | |
| Taxes on temporary differences: | | |
| . Increment of property, plant and equipment (deemed cost) | (734,327) | (737,730) |
| Accelerated tax-incentive depreciation | (126,781) | (125,318) |
| Securitized financing Adjustment to present value | (15,694) (5,076) | (14,027) (5,749) |
| Derivative financial instruments | (9,004) | (4,248) |
| Biological assets and agricultural product (changes in fair value) | (11,392) | (6,831) |
| • Foreign exchange variation | (5,239) | (10,616) |
| . Intangible assets | | (7,467) |
| | (772,714) | (781,974) |
| Non-current assets | (44,137) | (38,227) |
| Non-current liabilities | (816,851) | (820,201) |

The deferred tax assets and liabilities are presented net in the balance sheet, by each company, when there is a legally enforceable right and the intention to offset them on the calculation of current taxes when related to the same tax authority. Accordingly, the balances of deferred taxes shown above refer to the net amounts of each consolidated company.

Accumulated income tax and social contribution losses can be carried forward indefinitely, but without monetary adjustment or interest, and their offset is limited to 30% of the taxable income of each year. In accordance with current accounting practices, deferred tax credits arising from tax loss carryforwards are recognized based on projections of taxable income of the Company and its subsidiaries, which support the recovery of the tax credits.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

The recovery of all the deferred tax credits, indicated by the projections of taxable income approved by management, and by the expected realization of temporary differences, is expected to occur as follows:

| | Estimated realizable value | | | | |
|-----------------------------|----------------------------|--------------|--|--|--|
| Periods ended September 30: | Parent company | Consolidated | | | |
| 2013 | 22,165 | 25,973 | | | |
| 2014 | 9,515 | 13,524 | | | |
| 2015 | 12,317 | 20,308 | | | |
| 2016 | 12,564 | 27,484 | | | |
| 2017 | 10,174 | 24,749 | | | |
| 2018 onwards | 3,704 | 22,761 | | | |
| | 70,439 | 134,799 | | | |

The deferred income tax and social contribution liabilities are realized principally through the depreciation and disposal of the property, plant and equipment items that gave rise to them. The realization of this liability is estimated at the average rate of 15% per year, according to the depreciation rates of the respective property, plant and equipment items. In addition, the period for settlement of the securitized loans, which mature through 2021, impacts the period for recovery of the deferred income tax and social contribution assets.

(b) Reconciliation of the income tax and social contribution expense

The income tax and social contribution expense is reconciled to the standard rates as shown below:

| | | | Septe | ember 30, 2012 | | | Septe | ember 30, 2011 |
|--|---------------|---------------------|---------------|---------------------|---------------|---------------------|----------------|---------------------|
| | | Quarter | | Six months | | Quarter | | Six months |
| Parent company: | Income tax | Social contribution | Income tax | Social contribution | Income tax | Social contribution | Income tax | Social contribution |
| Profit before income tax and social contribution Standard rates - % | 71,567 25% | 71,567 9% | 82,711 25% | 82,711 9% | 72,246 25% | 72,246 9% | 123,978 25% | 123,978 9% |
| | (17,892) | (6,441) | (20,678) | (7,444) | (18,062) | (6,502) | (30,995) | (11,158) |
| Reconciliation to the effective rate: | | | | | | | | |
| Permanent differences | | | | | | | | |
| Equity in the results of investees | 3,238 | 1,166 | 426 | 154 | 947 | 341 | 2,279 | 821 |
| Tax benefits - REFIS installment- Law 11,941 Other permanent differences Workers' Meal Program (PAT) and donations | (1,042) | (377) | (1,896) | (676) | (453) | (133) | 176 659 | 64 301 |
| with incentives | 304 | | 304 | | 283 | | 506 | |
| | (15,392) | (5,652) | (21,844) | (7,966) | (17,285) | (6,294) | (27,375) | (9,972) |
| Income tax and social contribution | (2) | 1,044) | (2 | 9,810) | (2; | 3,579) | (3: | 7,347) |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

| | | | Septe | mber 30, 2012 | | | Septe | ember 30, 2011 |
|---|---------------|---------------------|----------------|---------------------|---------------|---------------------|----------------|---------------------|
| | | Quarter | | Six months | | Quarter | | Six months |
| Consolidated: | Income tax | Social contribution | Income tax | Social contribution | Income tax | Social contribution | Income tax | Social contribution |
| Profit before income tax and social contribution Standard rates - % | 71,873 25% | 71,873 9% | 74,822 25% | 74,822 9% | 72,430 25% | 72,430 9% | 124,130 25% | 124,130 9% |
| | (17,968) | (6,469) | (18,706) | (6,734) | (18,108) | (6,519) | (31,033) | (11,172) |
| Reconciliation to the effective rate: | | | | | | | | |
| Permanent differences | | | | | | | | |
| Equity in the results of investees | (308) | (111) | (795) | (286) | (696) | (251) | (696) | (251) |
| Tax incentives - non-taxable ICMS | 286 | 103 | 685 | 247 | 399 | 144 | 670 | 241 |
| Deferred taxes, not recorded Write-off of deferred taxes in subsidiary Adjustment related to the calculation of subsidiary taxed based on the deemed | (143) | (51) | (414) (419) | (149) (151) | (544) | (196) | (1,543) | (555) |
| profit method | 3,195 | 1,150 | 5,176 | 1,863 | 1,392 | 500 | 3,300 | 1,184 |
| Tax benefits - REFIS installment - Law 11,941 | 0, ,0 | , 0 | 0, , | , | 188 | 68 | 364 | 131 |
| Other permanent differences Workers' Meal Program (PAT) and donations | (988) | (360) | (1,880) | (672) | (355) | (68) | 902 | 452 |
| with incentives | 314 | | 314 | | 283 | | 507 | |
| | (15,612) | (5,738) | (16,039) | (5,882) | (17,441) | (6,322) | (27,529) | (9,970) |
| Income tax and social contribution | (2 | 1,350) | (2 | 1,921) | (2) | 3,763) | (37 | 7,499) |

26 Investment subsidies

There were no changes in the assumptions utilized for this calculation during the quarter ended September 30, 2012. See Note 27 to the annual financial statements for the year ended March 31, 2012.

The incentive amounts credited to operations for the quarters ended September 30, 2012 and 2011 were R\$ 1,143 and R\$ 1,595 (R\$ 2,739 and R\$ 3,319 in the six-month period), respectively.

27 Commitments

The Company and its subsidiaries assume various commitments in the ordinary course of their business. There were no significant changes to these commitments in comparison with those described in Note 28 to the annual financial statements for the year ended March 31, 2012.

In addition, the Company is the guarantor of borrowings contracted by UBV totaling R\$ 522,127.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

28 Provision for contingencies

28.1 Probable losses

The Company and its subsidiaries, based on legal counsel's assessment of probable losses, have the following provisions for contingencies (amounts monetarily restated):

| | | | | | Par | ent company |
|---|---------------------------|---------------------|----------------|----------------------------|---------------------|---------------------------|
| | March 31, 2012 | Additions | Reversals | Utilizations | Restatements | September 30, 2012 |
| Tax Civil and environmental Labor | 6,493 14,506 47,065 | 16 220 13,337 | (4) (1,329) | (277) (220) (10,431) | 103 508 2,631 | 6,331 15,014 51,273 |
| Contingent liability | 68,064 | 13,573 | (1,333) | (10,928) | 3,242 | 72,618 |
| Judicial deposits | 41,784 | 7,246 | | (5,282) | 786 | 44,534 |

| | March 31, 2012 | Additions | Reversals | Utilizations | Restatements | September 30, 2012 |
|---|---------------------------|---------------|---------------------------|----------------------------|---------------------|---------------------------|
| Tax Civil and environmental Labor | 8,218 15,489 50,552 | 180 15,804 | (893) (350) (2,402) | (237) (269) (11,956) | 141 512 3,046 | 7,229 15,562 55,044 |
| Contingent liability | 74,259 | 15,984 | (3,645) | (12,462) | 3,699 | 77,835 |
| Judicial deposits | 44,972 | 7,391 | | (5,437) | 822 | 47,748 |

Consolidated

The nature of the main lawsuits to which the above provisions related at September 30, 2012 was as follows (Parent company and Consolidated):

Tax

These refer to: (a) taxes whose payment is being challenged in court by the Company and its subsidiaries; the amounts challenged have been deposited in court; and (b) success fees payable to legal advisors for defenses in tax lawsuits.

Civil and environmental

These refer to: (i) compensation for material and moral damages; (ii) redress for damages caused by the burning of sugar cane straw; and (iii) environmental tax lawsuits.

Labor

These refer mainly to claims for: (i) overtime; (ii) commuting hours; (iii) indemnity for elimination of the break between shifts; (iv) hazardous duty and health hazard premiums; (v) refund of payroll deductions such as union dues; (vi) night shift premium; and (vii) recognition of employment relationship with the consequent payment of the 13th month salary and vacation pay, plus 1/3 vacation bonus.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

28.2 Possible losses (contingent liabilities)

The Company and its subsidiaries are parties to several lawsuits involving tax, environmental and civil matters that were assessed by legal counsel as possible losses (contingent liabilities). The nature and the amounts involved in the lawsuits are as follows:

Tax

| Cor | solidated | | | | | | Stage |
|------|-------------------------------|--------------------|----------------|-------------|-------------------|--------------------|---------|
| Sub | ject | Number of lawsuits | Administrative | Trial court | Lower tribunal | Higher tribunal | Total |
| (i) | Social security contributions | 15 | 101,647 | | 12,972 | | 114,619 |
| (ii) | Calculation of IRPJ/CSLL | 7 | 82,461 | | | | 82,461 |
| | Negative balance of IRPJ | 3 | 109 | 99 | | 1,565 | 1,773 |
| | Offset of credits - PIS | 2 | 3,815 | | 1,793 | | 5,608 |
| | Offset of federal taxes | 2 | 233 | | 1,509 | | 1,742 |
| | Other tax cases | 40 | 17,702 | 1,405 | 330 | | 19,437 |
| | | 69 | 205,967 | 1,504 | 16,604 | 1,565 | 225,640 |

- (i) The lawsuits refer to the levy of the Social Security Contribution on export revenue, under the allegation that the exports carried out through the intermediation of a cooperative are not included in the exemption established in article 149, paragraph 2, of the Federal Constitution.
- (ii) The lawsuits refer to the exclusion from the calculation basis of income tax and social contribution of expenses related to securitized financing, as well as expenses arising from the benefit of accelerated tax-incentive depreciation.

In addition, in accordance with the terms negotiated for the withdrawal from Copersucar, the Company, SC and USL remain liable for the payment of obligations, proportionate to their interest in Copersucar in previous harvests, which result from tax assessments that may arise and that relate to periods in which the Company and its subsidiaries were cooperative members. The State Finance authorities have issued tax assessments against Copersucar with respect to Value-added Tax on Sales and Services (ICMS) on fuel and industrial ethanol sales made by Copersucar up to December 31, 2008, as principal taxpayer or substitute taxpayer of the distribution companies. The adjusted amount, calculated proportionately to the interest of the Company and its subsidiaries in the Cooperative, amounts to R\$ 154,503. Legal counsel assesses the outcome in these lawsuits as a possible loss.

Copersucar believes that it has strong arguments to successfully defend the fines imposed by the State Finance Departments in these assessments.

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

Civil and environmental

| Consolidated | | | | | | Stage |
|--------------------------------|--------------------|----------------|-------------|-------------------|--------------------|--------|
| Subject | Number of lawsuits | Administrative | Trial court | Lower tribunal | Higher tribunal | Total |
| Environmental | 29 | 808 | 1,001 | 1,156 | | 2,965 |
| Civil | | | | | | |
| Indemnities | 51 | | 11,624 | 211 | 27 | 11,862 |
| Review of contracts | 8 | | | 19 | | 19 |
| Rectification of area and land | | | | | | |
| registry | 5 | | 11 | | | 11 |
| Permits for obtaining | | | | | | |
| mining research license | 8 | | | | | |
| Regulatory | 1 | 73 | | | | 73 |
| | 102 | 881 | 12,636 | 1,386 | 27 | 14,930 |

The management of the Company and its subsidiaries, based on legal counsel's opinion, believe that there are no significant risks not covered by provisions in the financial statements or that could result in a significant impact on future results of operations.

29 Derivative financial instruments

Derivative financial instruments must be classified as "held for trading" and recorded at their fair values in current assets when the fair value is positive, and in current liabilities when it is negative. Fair value variations must be recorded in the statement of income for the period, except when the derivative is designated for hedge accounting. The utilization of hedge accounting is optional and its purpose is to record the effects of derivative financial instruments at the same time as the hedged items affect the entity's results of operations, in order to conform to the accrual basis of accounting and to reduce the volatility in the results arising from derivatives marked to market.

As from March 1, 2010, the Company and its subsidiaries (except for SC and ABV) opted for the utilization of hedge accounting to record a part of their derivative financial instruments. The instruments elected were sugar, ethanol and foreign currency (US dollar) derivatives, which cover the sales of the 2011/2012 and 2012/2013 crops, and were classified as a hedge of cash flows of highly probable expected transactions (future sales).

Derivatives designated for hedge accounting are recorded at their fair values in the balance sheet. The effective portion of the variations in the fair value of the designated derivatives, which qualify for hedge accounting, are recorded in "Carrying value adjustments" in equity, net of deferred taxes, and recorded in the statement of income in "Net sales revenue", when the revenue of the related hedged sale is recorded, which occurs in the month the products are shipped. The ineffective portion of the variations is recorded as finance income or costs in the same period in which it occurs.

In order to utilize hedge accounting, prospective tests were realized to verify effectiveness. These tests showed that the instruments designated as hedges provide a highly effective offset for the effects of price variations on the value of future sales.

In the case of foreign exchange hedges, the derivatives were designated as a protection of cash flows arising from future sales in foreign currency. These hedges were realized by contracting Non-Deliverable Forwards (NDFs) and options strategies with leading financial institutions.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

In the case of sugar hedges, the derivatives were designated as a protection of cash flow variations arising from future sales of sugar. These transactions were realized in the New York Intercontinental Exchange (ICE Futures US) and with leading financial institutions through over-the-counter contracts.

The balances of assets and liabilities at September 30 and March 31, 2012, relating to transactions involving derivative financial instruments, were as follows:

| | Parer | nt company |
|---|---|--|
| | September 30, 2012 | March 31, 2012 |
| Margin deposits | 4,226 | 722 |
| Potential results - futures - sugar | 11,879 | 4,404 |
| Potential results - futures - ethanol | (11) | 8 |
| Potential results - options - sugar | 1,491 | 631 |
| Potential results - forward contracts - foreign exchange | (34,718) | (12,409) |
| Potential results - forward contracts - sugar | 2,497 | 4,518 |
| Potential results - swap contracts | (11,147) | (1,133) |
| | (25,783) | (3,259) |
| In current assets | 20,093 | 10,283 |
| In current liabilities | (45,876) | (13,542) |
| | (25,783) | (3,259) |
| | | |
| | C | onsolidated |
| | C | onsolidated March 31, |
| | | |
| Margin deposits | September 30,2012 5,536 | March 31, |
| Potential results - futures - sugar | September 30,2012 | March 31, 2012 1,287 4,223 |
| Potential results - futures - sugar Potential results - futures - ethanol | September 30,2012 5,536 | March 31, 2012 1,287 4,223 (185) |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar | September 30,2012 5,536 13,067 85 1,517 | March 31, 2012 1,287 4,223 (185) 816 |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar Potential results - forward contracts - foreign exchange | September 30,2012 5,536 13,067 85 1,517 (34,687) | March 31, 2012 1,287 4,223 (185) 816 (12,352) |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar Potential results - forward contracts - foreign exchange Potential results - forward contracts - sugar | September 30,2012 5,536 13,067 85 1,517 (34,687) 2,704 | March 31, 2012 1,287 4,223 (185) 816 (12,352) 4,548 |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar Potential results - forward contracts - foreign exchange | September 30,2012 5,536 13,067 85 1,517 (34,687) | March 31, 2012 1,287 4,223 (185) 816 (12,352) |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar Potential results - forward contracts - foreign exchange Potential results - forward contracts - sugar | September 30,2012 5,536 13,067 85 1,517 (34,687) 2,704 | March 31, 2012 1,287 4,223 (185) 816 (12,352) 4,548 |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar Potential results - forward contracts - foreign exchange Potential results - forward contracts - sugar | September 30,2012 5,536 13,067 85 1,517 (34,687) 2,704 (11,957) | March 31, 2012 1,287 4,223 (185) 816 (12,352) 4,548 (1,543) |
| Potential results - futures - sugar Potential results - futures - ethanol Potential results - options - sugar Potential results - forward contracts - foreign exchange Potential results - forward contracts - sugar Potential results - swap contracts | September 30,2012 5,536 13,067 85 1,517 (34,687) 2,704 (11,957) (23,735) | March 31, 2012 1,287 4,223 (185) 816 (12,352) 4,548 (1,543) (3,206) |

Margin deposit balances refer to funds maintained in current accounts with brokers to cover the initial margins established by the Commodities Exchange in which the contracts are formalized, with the objective of guaranteeing outstanding contracts and net remittances related to daily adjustments resulting from fluctuations in contract prices in the futures and options market.

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

The potential results of futures, options and forward contracts refer to the cumulative positive (negative) effect of the fair value of derivative financial instruments, in the related transactions.

The maturity dates of the derivative financial instruments contracted are determined based on the estimated shipment dates of the hedged sugar and ethanol and the forecast cash flows from these shipments, as agreed with the customers.

29.1 Fair value of the derivative financial instruments

At September 30 and March 31, 2012, the analysis of the fair values of the assets and liabilities related to transactions involving derivative financial instruments is as follows:

(a) Futures and options contracts:

| | | | | Sept | ember 30, 2012 |
|-----------------------------|-------------------|---------------------------|--------------------------|------------------|-------------------------------|
| Parent company | Contracted volume | Price/ average rate | Notional amount - R\$ | Fair value - R\$ | Receivable (payable) - R\$ |
| Products - Sugar #11 | | | | | |
| Futures contracts | | | | | |
| Sales commitment | 202,184 | 21.87 | 197,973 | 12,043 | 12,043 |
| Purchase commitment | 8,534 | 20.85 | 7,967 | (164) | (164) |
| | | | | | 11,879 |
| Options contracts | | | | | |
| Bidding position - sale | 84,836 | 20.35 | 77,303 | 5,266 | 5,266 |
| Written position - sale | 20,320 | 20.25 | 18,422 | (1,119) | (1,119) |
| Written position - purchase | 91,694 | 23.66 | 97,146 | (2,656) | (2,656) |
| | | | | | 1,491 |
| Products - ETH BMF | | | | | |
| Futures contracts | | | | | |
| Sales commitment | 52,830 | 1,211.50 | 2,133 | (11) | (11) |
| | | | | | (11) |
| | | | | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | | | March 31, 2012 |
|-----------------------------|------------|----------|--------------|------------------|-----------------|
| | | Price/ | | | |
| | Contracted | average | Notional | | Receivable |
| Parent company | volume | rate | amount - R\$ | Fair value - R\$ | (payable) - R\$ |
| Products - Sugar #11 | | | | | |
| Futures contracts | | | | | |
| Sales commitment | 340,360 | 24.41 | 333,733 | 4,220 | 4,220 |
| Purchase commitment | 7,874 | 24.13 | 7,633 | 184 | 184 |
| | | | | | 4,404 |
| Options contracts | | | | | |
| Bidding position - sale | 100,584 | 21.97 | 88,757 | 2,527 | 2,527 |
| Bidding position - purchase | 46,736 | 24.70 | 46,376 | 1,814 | 1,814 |
| Written position - sale | 69,596 | 20.60 | 57,605 | (1,120) | (1,120) |
| Written position - purchase | 85,344 | 25.20 | 86,395 | (2,590) | (2,590) |
| | | | | | 631 |
| Products - ETH BMF | | | | | |
| Futures contracts | | | | | |
| Sales commitment | 2,520 | 1,140.30 | 96 | 8 | 8 |
| <u>Currency - USD</u> | | | | | |
| Options contracts | | | | | |
| Bidding position - sale | 1,000 | 1.74 | 1,740 | | 1 |
| Written position - purchase | 1,000 | 2.01 | 2,010 | | (1) |
| | | | | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | | Sept | ember 30, 2012 |
|---|--|----------------------------------|--|--------------------------------------|--|
| | | Price/ | | | |
| Consolidated | Contracted volume | average rate | Notional amount - R\$ | Fair value - R\$ | Receivable (payable) - R\$ |
| Products - Sugar #11 | | | | | |
| Futures contracts | | | | | |
| Sales commitment | 220,583 | 21.88 | 216,102 | 13,231 | 13,231 |
| Purchase commitment | 8,534 | 20.85 | 7,967 | (164) | (164) |
| | 700 1 | · · | ,,,, | , | 13,067 |
| Options contracts | | | | | |
| Bidding position - sale | 100,373 | 20.36 | 91,471 | 6,294 | 6,294 |
| Written position - sale | 21,956 | 20.05 | 19,703 | (1,124) | (1,124) |
| Written position - purchase | 124,568 | 23.60 | 131,628 | (3,653) | (3,653) |
| | | | | | 1,517 |
| Products - ETH BMF | | | | | |
| Futures contracts Sales commitment | | | | 0 | 0 |
| Sales commument | 54,357 | 1,211.32 | 2,195 | 85 | 8 ₅ |
| | | | | | |
| | | | | | March 31, 2012 |
| | 1 | Price/ | 37 | . | n : 11 |
| Consolidated | Contracted volume | average rate | Notional amount - R\$ | Fair value - R\$ | Receivable (payable) - R\$ |
| | | | <u>, , , , , , , , , , , , , , , , , , , </u> | | <u> </u> |
| Products - Sugar #11 | | | | | |
| Futures contracts | | | | | |
| Sales commitment | | | | | |
| | 367,918 | 24.43 | 361,033 | 4,856 | 4,856 |
| Purchase commitment | 367,918 21,858 | 24.43 25.10 | 361,033 22,036 | 4,856 (633) | 4,856 (633) |
| Purchase commitment | | | | | |
| Purchase commitment Options contracts | | | | | (633) |
| | | | | | (633) |
| Options contracts | 21,858 | 25.10 | 22,036 | (633) | (633) 4,223 |
| Options contracts Bidding position - Sale | 21,858 127,243 | 25.10 | 22,036 114,010 | (633) 3,679 | (633) 4,223 3,679 |
| Options contracts Bidding position - Sale Bidding position - Purchase | 21,858 127,243 46,736 | 25.10 22.30 24.70 | 22,036 114,010 46,376 | (633) 3,679 1,814 | (633) 4,223 3,679 1,814 |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Sale | 21,858 127,243 46,736 80,636 | 25.10 22.30 24.70 20.36 | 22,036 114,010 46,376 65,965 | 3,679 1,814 (1,159) | (633) 4,223 3,679 1,814 (1,159) |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Sale | 21,858 127,243 46,736 80,636 | 25.10 22.30 24.70 20.36 | 22,036 114,010 46,376 65,965 | 3,679 1,814 (1,159) | (633) 4,223 3,679 1,814 (1,159) (3,518) |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Sale Written position - Purchase | 21,858 127,243 46,736 80,636 | 25.10 22.30 24.70 20.36 | 22,036 114,010 46,376 65,965 | 3,679 1,814 (1,159) (3,518) | (633) 4,223 3,679 1,814 (1,159) (3,518) 816 |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Sale Written position - Purchase | 21,858 127,243 46,736 80,636 | 25.10 22.30 24.70 20.36 | 22,036 114,010 46,376 65,965 | 3,679 1,814 (1,159) | (633) 4,223 3,679 1,814 (1,159) (3,518) |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Sale Written position - Purchase Products - ETH BMF Futures contracts | 21,858 127,243 46,736 80,636 125,087 | 22.30 24.70 20.36 25.54 | 22,036 114,010 46,376 65,965 128,353 | 3,679 1,814 (1,159) (3,518) | (633) 4,223 3,679 1,814 (1,159) (3,518) 816 |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Sale Written position - Purchase Products - ETH BMF Futures contracts Sales commitment | 21,858 127,243 46,736 80,636 125,087 | 22.30 24.70 20.36 25.54 | 22,036 114,010 46,376 65,965 128,353 | 3,679 1,814 (1,159) (3,518) | (633) 4,223 3,679 1,814 (1,159) (3,518) 816 |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Purchase Written position - Purchase Products - ETH BMF Futures contracts Sales commitment Currency - USD | 21,858 127,243 46,736 80,636 125,087 | 22.30 24.70 20.36 25.54 | 22,036 114,010 46,376 65,965 128,353 | 3,679 1,814 (1,159) (3,518) | (633) 4,223 3,679 1,814 (1,159) (3,518) 816 |
| Options contracts Bidding position - Sale Bidding position - Purchase Written position - Purchase Written position - Purchase Products - ETH BMF Futures contracts Sales commitment Currency - USD Options contracts | 21,858 127,243 46,736 80,636 125,087 | 22.30 24.70 20.36 25.54 | 22,036 114,010 46,376 65,965 128,353 | 3,679 1,814 (1,159) (3,518) | (633) 4,223 3,679 1,814 (1,159) (3,518) 816 (185) |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

The following terminology is used for the options contracts listed above:

- (a) Bidding position sale: purchase of put options that grant the Company the right, but not the obligation, to sell at a previously established price.
- (b) Bidding position purchase: purchase of call options that grant the Company the right, but not the obligation, to purchase at a previously established price.
- (c) Written position purchase: sale of call options under which the Company has the obligation to comply at the agreed price at the buyer's discretion.
- (d) Written position sale: sale of call options under which the Company has the obligation to comply at the agreed price at the buyer's discretion.

(b) Foreign currency forward contracts (NDF over-the-counter - CETIP):

Parent company - September 30, 2012

| Maturity | Position | US\$ thousand | Average fixed rate - R\$/US\$ 1 | Notional amount - R\$ | Fair value - R\$ | Pavable -R\$ |
|----------|----------|---------------|------------------------------------|--------------------------|------------------|--------------|
| Maturity | | CS\$ thousand | | αποαπτ κφ | Tall value IX | Tayabic Ro |
| Oct/12 | Sold | 48,137 | 1.8444 | 88,791 | (8,964) | (8,964) |
| Nov/12 | Sold | 40,174 | 1.8561 | 74,566 | (7,295) | (7,295) |
| Dec/12 | Sold | 34,866 | 1.9073 | 66,499 | (4,846) | (4,846) |
| Jan/13 | Sold | 49,651 | 1.9408 | 96,365 | (5,648) | (5,648) |
| Feb/13 | Sold | 14,475 | 1.9276 | 27,901 | (1,966) | (1,966) |
| Mar/13 | Sold | 24,476 | 1.9627 | 48,039 | (2,657) | (2,657) |
| Apr/13 | Sold | 21,022 | 1.9975 | 41,993 | (1,750) | (1,750) |
| May/13 | Sold | 17,440 | 2.0290 | 35,386 | (1,082) | (1,082) |
| Jun/13 | Sold | 560 | 2.1387 | 1,198 | 19 | 19 |
| Jul/13 | Sold | 21,173 | 2.1394 | 45,298 | 544 | 544 |
| Aug/13 | Sold | 37,432 | 2.1016 | 78,666 | (651) | (651) |
| Sep/13 | Sold | 17,780 | 2.1581 | 38,371 | 405 | 405 |
| Oct/13 | Sold | 22,965 | 2.1684 | 49,798 | 515 | 515 |
| Nov/13 | Sold | 18,372 | 2.1787 | 40,027 | 389 | 389 |
| Dec/12 | Sold | 16,599 | 2.1853 | 36,272 | 301 | 301 |
| Jan/14 | Sold | 16,006 | 2.1949 | 35,134 | 270 | 270 |
| Feb/14 | Sold | 6,370 | 2.2042 | 14,043 | 95 | 95 |
| Aug/14 | Sold | 14,880 | 2.1608 | 32,152 | (1,196) | (1,196) |
| Aug/15 | Sold | 14,880 | 2.2955 | 34,158 | (1,201) | (1,201) |
| | | 437,258 | | | | (34,718) |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| Payable -R\$ | Fair value - R\$ | Notional amount - R\$ | Average fixed rate - R\$/US\$ 1 | US\$ thousand | Position | Maturity |
|--------------|------------------|--------------------------|------------------------------------|---------------|----------|----------|
| | · · | · · | | <u> </u> | | |
| (9,007) | (9,007) | 91,661 | 1.8491 | 49,570 | Sold | Oct/12 |
| (7,365) | (7,365) | 75,817 | 1.8574 | 40,818 | Sold | Nov/12 |
| (4,875) | (4,875) | 67,957 | 1.9094 | 35,590 | Sold | Dec/12 |
| (5,648) | (5,648) | 96,364 | 1.9408 | 49,651 | Sold | Jan/13 |
| (2,034) | (2,034) | 29,399 | 1.9301 | 15,232 | Sold | Feb/13 |
| (2,648) | (2,648) | 48,851 | 1.9649 | 24,862 | Sold | Mar/13 |
| (1,745) | (1,745) | 43,565 | 2.0009 | 21,773 | Sold | Apr/13 |
| (1,039) | (1,039) | 39,865 | 2.0392 | 19,549 | Sold | May/13 |
| 53 | 53 | 5,880 | 2.1282 | 2,763 | Sold | Jun/13 |
| 636 | 636 | 53,750 | 2.1407 | 25,109 | Sold | Jul/13 |
| (642) | (642) | 79,363 | 2.1021 | 37,754 | Sold | Aug/13 |
| 430 | 430 | 41,597 | 2.1580 | 19,276 | Sold | Sep/13 |
| 539 | 539 | 56,412 | 2.1678 | 26,023 | Sold | Oct/13 |
| 389 | 389 | 40,026 | 2.1787 | 18,372 | Sold | Nov/13 |
| 301 | 301 | 36,274 | 2.1853 | 16,599 | Sold | Dec/12 |
| 270 | 270 | 35,132 | 2.1949 | 16,006 | Sold | Jan/14 |
| 95 | 95 | 14,041 | 2.2042 | 6,370 | Sold | Feb/14 |
| (1,196) | (1,196) | 32,153 | 2.1608 | 14,880 | Sold | Aug/14 |
| (1,201) | (1,201) | 34,157 | 2.2955 | 14,880 | Sold | Aug/15 |
| (34,687) | | | | 455,077 | | |

| Parent company - March 31, 2012 | | | | | | | | |
|---------------------------------|--------------------------|--------------------------|---------------------------------------|--------------------------|----------------------------|----------------------------|--|--|
| Maturity | Position | US\$ thousand | Average fixed rate - R\$/US\$ 1 | Notional amount - R\$ | Fair value - R\$ | Payable -R\$ | | |
| Apr/12 | Sold | 6,708 | 1.8529 | 12,430 | 203 | 203 | | |
| May/12 | Sold | 2,000 | 1.7280 | 3,456 | (220) | (220) | | |
| Jun/12 | Sold | 6,500 | 1.7762 | 11,546 | (468) | (468) | | |
| Jul/12 | Sold | 20,416 | 1.7804 | 36,348 | (1,585) | (1,585) | | |
| Aug/12 | Sold | 54,336 | 1.8192 | 98,850 | (2,714) | (2,714) | | |
| Sept/12 | Sold | 40,792 | 1.8459 | 75,304 | (1,440) | (1,440) | | |
| Oct/12 | Sold | 45,646 | 1.8397 | 83,980 | (2,333) | (2,333) | | |
| Nov/12 | Sold | 35,660 | 1.8473 | 65,872 | (1,917) | (1,917) | | |
| Dec/12 | Sold | 28,127 | 1.8871 | 53,080 | (694) | (694) | | |
| Jjan/13 | Sold | 25,667 | 1.8893 | 48,493 | (813) | (813) | | |
| Feb/13 | Sold | 11,180 | 1.8790 | 21,007 | (571) | (571) | | |
| Mar/13 | Sold | 8,500 | 1.9017 | 16,166 | (320) | (320) | | |
| Apr/13 | Sold | 2,500 | 1.9182 | 4,796 | (77) | (77) | | |
| May/13 | Sold | 5,000 | 1.9545 | 9,772 | (36) | (36) | | |
| Aug/13 | Sold | 14,880 | 2.0296 | 30,200 | 452 | 452 | | |
| Aug/14 | Sold | 14,880 | 2.1608 | 32,152 | 152 | 152 | | |
| Aug/15 | Sold | 14,880 | 2.2955 | 34,158 | (28) | (28) | | |
| S6 S6 S6 | old old old old | 2,500 5,000 14,880 | 1.9182 1.9545 2.0296 2.1608 | 4,796 9,772 30,200 | (77) (36) 452 152 | (77) (36) 452 152 | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

Consolidated - March 31, 2012

| Maturity | Position | US\$ thousand | Average fixed rate - R\$/US\$ 1 | Notional amount - R\$ | Fair value - R\$ | Payable -R\$ |
|----------|----------|---------------|---------------------------------------|--------------------------|---------------------|--------------------|
| Apr/12 | Sold | 6,740 | 1.8521 | 12,483 | 199 | 199 |
| May/12 | Sold | 2,032 | 1.7274 | 3,510 | (225) | (225) |
| Jun/12 | Sold | 7,739 | 1.7918 | 13,867 | (450) | (450) |
| Jul/12 | Sold | 21,655 | 1.7855 | 38,665 | (1,584) | (1,584) |
| Aug/12 | Sold | 54,529 | 1.8195 | 99,214 | (2,709) | (2,709) |
| Sept/12 | Sold | 40,872 | 1.8462 | 75,458 | (1,431) | (2,709) (1,431) |
| Oct/12 | Sold | • ′ ′ | • | , 0, 10 | . , | |
| , | | 46,065 | 1.8400 | 84,760 | (2,342) | (2,342) |
| Nov/12 | Sold | 35,901 | 1.8478 | 66,336 | (1,916) | (1,916) |
| Dec/12 | Sold | 28,610 | 1.8881 | 54,019 | (682) | (682) |
| Jjan/13 | Sold | 25,667 | 1.8893 | 48,493 | (813) | (813) |
| Feb/13 | Sold | 11,937 | 1.8853 | 22,505 | (542) | (542) |
| Mar/13 | Sold | 8,500 | 1.9017 | 16,165 | (320) | (320) |
| Apr/13 | Sold | 2,500 | 1.9182 | 4,795 | (77) | (77) |
| May/13 | Sold | 5,000 | 1.9545 | 9,773 | (36) | (36) |
| Aug/13 | Sold | 14,880 | 2.0296 | 30,200 | 452 | 452 |
| Aug/14 | Sold | 14,880 | 2.1608 | 32,153 | 152 | 152 |
| Aug/15 | Sold | 14,880 | 2.2955 | 34,157 | (28) | (28) |
| | | 342,387 | | | | (12,352) |

The counterparties of the forward contracts are the financial institutions: America Merrill Lynch, Citibank, Rabobank, Bradesco, Santander, HSBC, Itaú BBA, Deutsche Bank, Morgan Stanley, BTG Pactual, Barclays and Credit Agricole Brasil.

Sugar forward contracts "sugar 11" (NDF over-the-counter - CETIP): **(c)**

| | | | | Parent company - September 30, 20 | | | | | | |
|----------|----------|-------|-------------------------------------|-----------------------------------|------------------|-------------------------------|--|--|--|--|
| Maturity | Position | Lots | Average fixed price (¢/lb) | Notional amount - R\$ | Fair value - R\$ | Receivable (payable) - R\$ | | | | |
| May-13 | Sold | 635 | 21.03 | 27,123 | 818 | 818 | | | | |
| Jul-13 | Sold | 1,205 | 20.98 | 51,334 | 1,327 | 1,327 | | | | |
| Oct-13 | Sold | 1,120 | 20.96 | 47,670 | 352 | 352 | | | | |
| | | 2,960 | | | | 2,497 | | | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| onsolidated - Septo | Co | | | | |
|---------------------|--|---|--|--|--|
| Fair value - R\$ | Notional amount - R\$ | Average fixed price (¢/lb) | Lots | Position | Maturity |
| 845 | 28.648 | 21.02 | 667 | Sold | May-13 |
| | | | , | Sold | Jul-13 |
| 461 | 52,353 | 20.99 | 1,217 | Sold | Oct-13 |
| (45) | 1,645 | 22.47 | 32 | Sold | Mar-14 |
| | | | 3,266 | | |
| Parent company - | P | | | | |
| | Notional | Average fixed price | | | |
| Fair value - R\$ | amount - R\$ | (¢/lb) | Lots | Position | Maturity |
| 1.283 | 13,846 | 26.94 | 282 | Sold | May-12 |
| , • | • • • | 25.69 | 745 | Sold | Jul-12 |
| 402 | 13,409 | 24.53 | 300 | Sold | Oct-12 |
| | | | 1,327 | - - | |
| Consolidated - | | | | | |
| | National | Average fixed | | | |
| Fair value - R\$ | | - | Lots | Position | Maturity |
| | | (+// | | | |
| 1,283 | 13,846 | 26.94 | 282 | Sold | May-12 |
| 2,849 | 49,766 | 25.48 | 1,072 | Sold | Jul-12 |
| 416 | 28,281 | 24.75 | 627 | Sold | Oct-12 |
| | | | 1,981 | _ | |
| | Fair value - R\$ 845 1,443 461 (45) Parent company - Fair value - R\$ 1,283 2,833 402 Consolidated - Fair value - R\$ 1,283 2,849 | amount - R\$ Fair value - R\$ 28,648 845 58,201 1,443 52,353 461 1,645 (45) Parent company Parent company Fair value - R\$ 13,846 1,283 34,870 2,833 13,409 402 Consolidated Consolidated Fair value - R\$ 13,846 49,766 1,283 49,766 2,849 | Average fixed price (¢/lb) Notional amount - R\$ Fair value - R\$ 21.02 28,648 845 20.96 58,201 1,443 20.99 52,353 461 22.47 1,645 (45) Parent company - Average fixed price (¢/lb) Notional amount - R\$ Fair value - R\$ 26.94 13,846 1,283 25.69 34,870 2,833 24.53 13,409 402 Consolidated - Average fixed price (¢/lb) Notional amount - R\$ Fair value - R\$ 26.94 13,846 1,283 24.53 13,409 402 | Average fixed price Notional amount - R\$ Fair value - R\$ | Notional amount - R\$ Fair value - R\$ |

The counterparties of the sugar forward contracts "Sugar #11" are the financial institutions: Citibank, Macquarie, Deutsche Bank, Rabobank, Votorantim, Itaú BBA and Barclays.

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

Swap contracts - US\$ x CDI (over-the-counter - CETIP): (d)

| | | | | Parent co | ompany - Septemb | er 30, 2012 |
|----------|------------------------------------|---------------------|-----------------|--------------|------------------|------------------|
| Maturity | Notional amount - US\$ (000) | Base value - R\$ | Receivable | Payable | Fair value - R\$ | Payable - R\$ |
| Jan-13 | USD 10,000 | 18,682 | USD + 0.8% | 96% of CDI | 1,019 | 1,019 |
| Mar-13 | USD10,000 | 18,682 | USD + 0.8% | 95.8% of CDI | 1,016 | 1,016 |
| Apr-13 | USD10,000 | 18,920 | USD + 0.9% | 93.8% of CDI | 802 | 802 |
| May-13 | USD10,000 | 19,416 | USD + 1.2% | 94.2% of CDI | 419 | 419 |
| Mar-15 | USD 50,000 | 91,280 | 6M Libor + 3.0% | USD + 3.85% | (734) | (734) |
| Jun-15 | USD 75,000 | 137,355 | 6M Libor + 1.5% | USD + 2.36% | (986) | (986) |
| Sep-16 | USD 100,000 | 183,140 | 6M Libor + 2.5% | USD + 3.6% | (3,332) | (3,332) |
| May-17 | USD 80,000 | 165,736 | CDI | USD + 5% | (9,351) | (9,351) |
| | | | | | | (11,147) |

| Conso | olidated - | Sentem | heren | 2012 |
|-------|------------|--------|-------|------|
| | | | | |

| | Notional | | | | | |
|----------|-------------|-------------|-------------------|--------------|------------------|-----------|
| | amount - | Base | | | | Payable - |
| Maturity | US\$ (000) | value - R\$ | Receivable | Pay able | Fair value - R\$ | R\$ |
| Nov-12 | USD 966 | 1,646 | Libor 12M + 1.70% | USD+5.1500% | (63) | (63) |
| Jan-13 | USD10,000 | 18,682 | USD + 0.8% | 96% of CDI | 1,019 | 1,019 |
| Mar-13 | USD10,000 | 18,682 | USD + 0.8% | 95.8% of CDI | 1,016 | 1,016 |
| Apr-13 | USD10,000 | 18,920 | USD + 0.9% | 93.8% of CDI | 802 | 802 |
| May-13 | USD10,000 | 19,416 | USD + 1.2% | 94.2% of CDI | 419 | 419 |
| Nov-13 | USD 2,897 | 4,939 | 6M Libor + 1.95% | USD+5.0941% | (167) | (167) |
| Mar-15 | USD 50,000 | 91,280 | 6M Libor + 3.0% | USD + 3.85% | (734) | (734) |
| Jun-15 | USD 75,000 | 137,355 | 6M Libor + 1.5% | USD + 2.36% | (986) | (986) |
| Sep-15 | USD 4,829 | 8,608 | Libor 6M | USD +1.43% | (105) | (105) |
| Dec-15 | USD 6,548 | 11,673 | Libor 6M | USD + 1.31% | (212) | (212) |
| Aug-16 | USD 4,829 | 9,827 | Libor 6M | USD+0.9775% | (93) | (93) |
| Sep-16 | USD 100,000 | 183,140 | 6M Libor + 2.5% | USD + 3.6% | (3,332) | (3,332) |
| May-17 | USD 80,000 | 165,736 | CDI | USD + 5% | (9,351) | (9,351) |
| Mar-18 | USD 6,439 | 13,065 | Libor 6M | USD+1.06% | (170) | (170) |
| | | | | | _ | (11,957) |

The fair values of the derivative financial instruments, presented above, are expected to be realized in the following months/periods:

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| Parent company (in thousands of re | eais) | | | | Maturity | by month |
|--|----------|----------|---------|--------|----------|-----------|
| | | Mar-13 | May-13 | Jul-13 | Oct-13 | Total |
| PRODUCTS | • | | | | | |
| Derivatives designated as hedges | | | | | | |
| Fair value of purchased futures - Sugar | | (165) | 1 | | | (164) |
| Fair value of sold futures - Sugar | | 6,150 | 1,494 | 2,649 | 1,750 | 12,043 |
| Fair value of sold NDFs - Sugar | | | 818 | 1,327 | 352 | 2,497 |
| | | 5,985 | 2,313 | 3,976 | 2,102 | 14,376 |
| Options - sugar | | | | | | |
| Fair value of bidding position - sale | | 3,224 | 867 | 783 | 392 | 5,266 |
| Fair value of written position - sale | | (1,119) | | | | (1,119) |
| Fair value of written position - purchase | | (721) | (765) | (737) | (433) | (2,656) |
| | , | 1,384 | 102 | 46 | (41) | 1,491 |
| | ; | 7,369 | 2,415 | 4,022 | 2,061 | 15,867 |
| | | | | | | |
| Parent company (in thousands of re | eais) | | | | Maturity | by period |
| | 3Q12 | 4Q12 | 1Q13 | 2Q13 | Later | Total |
| PRODUCTS | | | | | | |
| Fair value of sold futures - Ethanol | (11) | | | | | (11) |
| FOREIGN CURRENCY | | | | | | |
| Fair value of sold NDFs - Foreign exchange | (21,105) | (10,271) | (2,813) | 298 | (827) | (34,718) |
| | | | | | | |
| Swap contracts | | | | | | |
| Fair value of Swap - US dollar x CDI | 1,019 | 1,016 | 1,220 | | (14,402) | (11,147) |
| | (20,097) | (9,255) | (1,593) | 298 | (15,229) | (45,876) |
| | | | | | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| Consolidated (in thousands of reais) | | | | | Maturity | by month |
|--|----------|----------|---------|--------|----------|-----------|
| | Mar-13 | May-13 | Jul-13 | Oct-13 | Mar-14 | Total |
| PRODUCTS | | | | | | |
| Derivatives designated as hedges | | | | | | |
| Fair value of purchased futures - Sugar | (165) | 1 | | | | (164) |
| Fair value of sold futures - Sugar | 6,443 | 1,816 | 2,957 | 2,015 | | 13,231 |
| Fair value of sold NDFs - Sugar | | 845 | 1,443 | 462 | | 2,750 |
| Fair value of purchased NDFs - Sugar | | | | | (46) | (46) |
| | 6,278 | 2,662 | 4,400 | 2,477 | (46) | 15,771 |
| Options - sugar | | | | | | |
| Fair value of bidding position - sale | 3,410 | 1,060 | 1,064 | 760 | | 6,294 |
| Fair value of written position - sale | (1,124) | | | | | (1,124) |
| Fair value of written position - purchase | (921) | (934) | (997) | (801) | | (3,653) |
| | 1,365 | 126 | 67 | (41) | | 1,517 |
| | 7,643 | 2,788 | 4,467 | 2,436 | (46) | 17,288 |
| Consolidated (in thousands of reais) | | | | | Maturity | by period |
| | 3Q12 | 4Q12 | 1Q13 | 2Q13 | Later | Total |
| PRODUCTS | | | | | | |
| Fair value of sold futures - Ethanol | 53 | 32 | | | | 85 |
| FOREIGN CURRENCY | | | | | | |
| Fair value of sold NDFs - Sugar | | | 27 | 116 | 64 | 207 |
| Fair value of sold NDFs - Foreign exchange | (21,247) | (10,330) | (2,731) | 425 | (804) | (34,687) |
| | (21,247) | (10,330) | (2,704) | 541 | (740) | (34,480) |
| Swap contracts | | | | | | |
| Fair value of Swap - U.S. dollar x CDI | 956 | 1,016 | 1,220 | | (15,149) | (11,957) |
| | (20,238) | (9,282) | (1,484) | 541 | (15,889) | (46,352) |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

The results of transactions involving derivative financial instruments that affected the results in the periods ended September 30, 2012 and 2011 were:

| <u>-</u> | Parent company | | | nt company | Consolidate | | | |
|--|----------------|------------|----------|------------|-------------|------------|----------|------------|
| _ | | 9/30/2012 | | 9/30/2011 | | 9/30/2012 | | 9/30/2011 |
| Product-related contracts: | Quarter | Six months | Quarter | Sixmonths | Quarter | Six months | Quarter | Six months |
| Futures contracts | 42,257 | 53,598 | (18,236) | (29,716) | 43,152 | 58,756 | (18,236) | (29,716) |
| Options | (1,493) | (1,957) | (4,072) | (7,457) | (969) | (1,362) | (4,072) | (7,457) |
| Commissions and brokerage fees | (280) | (516) | (135) | (314) | (334) | (614) | (135) | (314) |
| Foreign exchange variation | 238 | (62) | 360 | 214 | 238 | (62) | 360 | 214 |
| <u>-</u> | 40,722 | 51,063 | (22,083) | (37,273) | 42,087 | 56,718 | (22,083) | (37,273) |
| Currency-related contracts: | | | | | | | | |
| Forward contracts | (35,472) | (38,988) | 4,573 | 5,924 | (35,318) | (39,439) | 4,573 | 5,924 |
| Options | | | (617) | (709) | | | (617) | (709) |
| _ | (35,472) | (38,988) | 3,956 | 5,215 | (35,318) | (39,439) | 3,956 | 5,215 |
| Debt-related contracts: | | | | | | | | |
| Swap | (267) | 3,348 | 7,889 | 7,889 | (664) | 2,877 | 7,889 | 7,889 |
| Net effect | 4,983 | 15,423 | (10,238) | (24,169) | 6,105 | 20,156 | (10,238) | (24,169) |
| Effect on statement of income items: | | | | | | | | |
| Gross revenue | 6,881 | 14,979 | (13,653) | (23,551) | 6,881 | 14,979 | (13,653) | (23,551) |
| Finance income | 11,358 | 21,848 | 17,038 | 22,489 | 14,804 | 29,934 | 17,038 | 22,489 |
| Finance cost | (13,494) | (21,342) | (13,983) | (23,320) | (15,818) | (24,695) | (13,983) | (23,320) |
| Monetary and foreign exchange variation, net | 238 | (62) | 360 | 213 | 238 | (62) | 360 | 213 |
| _ | 4,983 | 15,423 | (10,238) | (24,169) | 6,105 | 20,156 | (10,238) | (24,169) |

29.2 Margin deposits given in guarantee

In order to comply with the requirements of exchanges for certain financial derivative transactions, the Company and its subsidiaries maintained the following amounts as guarantees.

| | Parei | nt company | C | onsolidated | | |
|------------|--------------------|-------------------|--------------------|-------------------|--|--|
| Brokers | September 30, 2012 | March 31, 2012 | September 30, 2012 | March 31, 2012 | | |
| Natixis | | 524 | 123 | 711 | | |
| New Edge | 3,258 | (6) | 3,259 | (6) | | |
| Futura | 1,052 | | 1,052 | | | |
| Prudential | | 287 | | 287 | | |
| Hencorp | | | 44 | 61 | | |
| Macquarie | | | 20 | 18 | | |
| ICAP | | | 122 | 79 | | |
| ADM | | | 1,000 | 221 | | |
| Santander | (84) | (83) | (84) | (84) | | |
| | 4,226 | 722 | 5,536 | 1,287 | | |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

30 Segment information (consolidated)

Management has determined the operating segments of the Company and its subsidiaries based on the reports used for strategic decisions, reviewed by the main decision-makers, namely: the Executive Board, the CEO and the Board of Directors.

The analyses are made by segmenting the business based on the products sold by the Company and its subsidiaries, comprising three segments:

- (i) Sugar;
- (ii) Ethanol; and
- (iii) Other products.

The "Other products" segment (iii) includes operations related to the production and sale of electricity, generated by the Company and UBV, ribonucleic acid (sodium salt), arising from the merger of Omtek, and other products or byproducts of lesser importance.

The analyses of operating segment performance are based on the results of operations of each product, focusing on profitability.

The operating assets related to these segments are located only in Brazil (State of São Paulo and Goiás).

The segment information, used by the decision-makers, is as follows:

(a) Consolidated result per segment

Period ended September 30, 2012

| | Sugar | Ethanol | Other products | Non- segmented | Total |
|--|----------------------|----------------------|--------------------|----------------------|----------------------|
| Net revenue Cost of sales | 553,185 (356,379) | 211,015 (200,059) | 73,026 (48,777) | | 837,226 (605,215) |
| Gross profit | 196,806 | 10,956 | 24,249 | | 232,011 |
| Gross margin | 35.6% | 5.2% | 33.2% | | 27.7% |
| Selling expenses Other operating expenses | (32,655) | (2,922) | (1,596) | (71,362) | (37,173) (71,362) |
| Operating profit (loss) | 164,151 | 8,034 | 22,653 | (71,362) | 123,476 |
| Finance costs, net Foreign exchange variations, net | | | | (29,118) (19,536) | (29,118) (19,536) |
| Profit (loss) before taxation | 164,151 | 8,034 | 22,653 | (120,016) | 74,822 |
| Income tax and social contribution | | | ·- | (21,921) | (21,921) |
| Profit (loss) for the period | 164,151 | 8,034 | 22,653 | (141,937) | 52,901 |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

Period ended September 30, 2011

| | Sugar | Ethanol | Other products | Non- segmented | Total |
|--|----------------------|----------------------|--------------------|----------------------|----------------------|
| Net revenue Cost of sales | 470,018 (285,272) | 199,225 (141,961) | 57,827 (49,426) | | 727,070 (476,659) |
| Gross profit | 184,746 | 57,264 | 8,401 | | 250,411 |
| Gross margin | 39.3% | 28.7% | 14.5% | | 34.4% |
| Selling expenses Other operating expenses | (28,544) | (2,332) | (1,241) | (59,545) | (32,117) (59,545) |
| Operating profit (loss) | 156,202 | 54,932 | 7,160 | (59,545) | 158,749 |
| Finance costs, net Foreign exchange variations, net | | | | (23,164) (11,455) | (23,164) (11,455) |
| Profit (loss) before taxation | 156,202 | 54,932 | 7,160 | (94,164) | 124,130 |
| Income tax and social contribution | | | ; | (37,499) | (37,499) |
| Profit (loss) for the period | 156,202 | 54,932 | 7,160 | (131,663) | 86,631 |

(b) Consolidated operating assets per segment

The main operating assets of the Company and its subsidiaries were segregated by segment based on the cost centers into which they are allocated and/or the apportionment criterion that takes into consideration the production of each product in relation to total production. This allocation could, therefore, vary from one period to another.

At September 30, 2012

| | Sugar | Ethanol | Other products | Total |
|-------------------------------|-----------|-----------|----------------|-----------|
| Trade receivables | 75,474 | 44,021 | 9,404 | 128,899 |
| Inventories | 147,571 | 283,943 | 16,300 | 447,814 |
| Biological assets | 274,680 | 376,169 | | 650,849 |
| Property, plant and equipment | 1,335,548 | 1,438,754 | 431,715 | 3,206,017 |
| Intangible assets | 36,035 | 31,067 | 20,848 | 87,950 |
| Other assets not allocated | | | | 992,164 |
| Total | 1,869,308 | 2,173,954 | 478,267 | 5,513,693 |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

At March 31, 2012

| | Sugar | Ethanol | Other products | Total |
|-------------------------------|-----------|-----------|----------------|-----------|
| Trade receivables | 6,278 | 25,152 | 6,969 | 38,399 |
| Inventories | 53,972 | 101,418 | 8,862 | 164,252 |
| Biological assets | 282,517 | 350,387 | | 632,904 |
| Property, plant and equipment | 1,402,441 | 1,461,113 | 380,713 | 3,244,267 |
| Intangible assets | 37,864 | 31,498 | 48 | 69,410 |
| Other assets not allocated | | | | 637,935 |
| Total | 1,783,072 | 1,969,568 | 396,592 | 4,787,167 |

Taking into consideration that the decision-makers analyze liabilities on a consolidated basis, the segment information relating to liabilities is not being disclosed.

31 Revenue

| | | | Pare | ent company | Consolidated | | | | |
|---|----------|--------------|----------|--------------------|--------------|--------------------|----------|--------------------|--|
| | Septem | ber 30, 2012 | Septem | September 30, 2011 | | September 30, 2012 | | September 30, 2011 | |
| | Quarter | Six months | Quarter | Six months | Quarter | Six months | Quarter | Six months | |
| Gross sales revenue | | | | | | | | | |
| Local market | 92,390 | 186,247 | 85,027 | 209,729 | 144,982 | 298,894 | 145,323 | 300,554 | |
| Foreign market | 377,225 | 514,268 | 271,416 | 460,790 | 419,072 | 573,032 | 271,416 | 464,656 | |
| | 469,615 | 700,515 | 356,443 | 670,519 | 564,054 | 871,926 | 416,739 | 765,210 | |
| Taxes, contributions and sales deductions | (12,665) | (24,059) | (11,793) | (27,423) | (17,141) | (34,700) | (18,617) | (38,140) | |
| | 456,950 | 676,456 | 344,650 | 643,096 | 546,913 | 837,226 | 398,122 | 727,070 | |

32 Costs and expenses by nature

The Company's statement of income is classified by function. The reconciliation by nature/purpose, as required by applicable accounting practices, is as follows:

| _ | Parent company | | | ent company | | | Consolidated | |
|---|----------------|--------------|----------|--------------|---------|--------------|--------------|--------------|
| _ | Septem | ber 30, 2012 | Septem | ber 30, 2011 | Septem | ber 30, 2012 | Septem | ber 30, 2011 |
| Costs and expenses by nature: | Quarter | Six months | Quarter | Six months | Quarter | Six months | Quarter | Six months |
| Raw material and materials for | | | | | | | | |
| use and consumption | 168,004 | 236,647 | 107,692 | 190,700 | 175,478 | 245,362 | 112,549 | 192,688 |
| Personnel expenses | 39,374 | 69,498 | 34,802 | 68,392 | 48,788 | 87,181 | 39,263 | 76,253 |
| Depreciation and amortization (includes | | | | | | | | |
| harvested biological assets) | 108,340 | 167,917 | 77,355 | 154,969 | 137,539 | 224,950 | 87,843 | 174,102 |
| Outsourced services | 29,395 | 42,571 | 27,756 | 50,145 | 36,224 | 54,360 | 31,029 | 55,424 |
| Contingencies | 6,851 | 15,483 | 6,132 | 9,849 | 8,249 | 16,908 | 6,377 | 10,129 |
| Change in fair value of | | | | | | | | |
| biological assets | 3,494 | (10,494) | (27,503) | (30,856) | 4,272 | (9,186) | (28,226) | (27,431) |
| Materials for resale | 5,369 | 12,687 | 3,240 | 5,140 | 9,425 | 23,604 | 6,659 | 10,228 |
| Parts and maintenance services | 7,549 | 13,546 | 8,292 | 17,317 | 11,203 | 19,959 | 9,141 | 18,693 |
| Other expenses | 17,180 | 30,247 | 23,895 | 40,634 | 21,678 | 48,652 | 33,148 | 56,693 |
| _ | 385,556 | 578,102 | 261,661 | 506,290 | 452,856 | 711,790 | 297,783 | 566,779 |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

| | | | Par | ent company | | | | Consolidated |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | Septem | ber 30, 2012 | Septem | iber 30, 2011 | Septem | ber 30, 2012 | Septem | ber 30, 2011 |
| Classified as: | Quarter | Six months |
| Cost of sales Selling expenses General and administrative expenses | 330,064 23,855 31,637 | 489,549 30,733 57,820 | 216,286 17,183 28,192 | 428,124 29,714 48,452 | 387,046 28,195 37,615 | 605,215 37,173 69,402 | 244,650 18,711 34,422 | 476,659 32,117 58,003 |
| | 385,556 | 578,102 | 261,661 | 506,290 | 452,856 | 711,790 | 297,783 | 566,779 |

Other income (expenses), net **33**

| | Parent company | | | | | | (| Consolidated |
|-------------------------------------|----------------|--------------|---------|--------------------|---------|--------------|--------------------|--------------|
| | Septem | ber 30, 2012 | Septen | September 30, 2011 | | ber 30, 2012 | September 30, 2011 | |
| | Quarter | Six months | Quarter | Six months | Quarter | Six months | Quarter | Six months |
| Gain on the sale of property, plant | | | | | | | | |
| and equipment | 103 | 88 | 50 | 423 | 82 | 116 | 53 | 412 |
| Gain on the sale of scrap | 227 | 475 | 446 | 969 | 235 | 502 | 502 | 1,036 |
| Indemnities | 269 | 419 | | | 269 | 419 | | |
| Payroll contract | 175 | 350 | 175 | 350 | 175 | 350 | 175 | 350 |
| Tax Recovery (INSS) | | 364 | | | | 364 | | |
| Expenses with professional training | | | | | (1,007) | (1,007) | | |
| Other | 785 | 708 | 378 | 371 | 684 | 475 | (377) | (557) |
| | 1,559 | 2,404 | 1,049 | 2,113 | 438 | 1,219 | 353 | 1,241 |

Finance result 34

| <u>-</u> | | | Pa | rent company | | | | Consolidated |
|--|--------------------|------------|----------|---------------|--------------------|------------|--------------------|--------------|
| _ | September 30, 2012 | | Septe | mber 30, 2011 | September 30, 2012 | | September 30, 2011 | |
| _ | Quarter | Six months | Quarter | Six months | Quarter | Six months | Quarter | Six months |
| Finance income | | | | | | | | |
| Interest received and accrued | 11,011 | 17,831 | 7,036 | 11,829 | 13,454 | 22,344 | 9,143 | 16,883 |
| Gains with derivatives | 11,358 | 21,848 | 17,038 | 22,489 | 14,804 | 29,934 | 17,038 | 22,489 |
| Other income | 1,103 | 2,141 | 787 | 926 | 1,325 | 2,440 | 922 | 1,081 |
| - | 23,472 | 41,820 | 24,861 | 35,244 | 29,583 | 54,718 | 27,103 | 40,453 |
| Finance costs | | | | | | | | |
| Interest paid and accrued | (22,534) | (40,395) | (13,143) | (23,363) | (32,428) | (58,215) | (25,134) | (38,873) |
| Losses with derivatives | (13,494) | (21,342) | (13,983) | (23,320) | (15,818) | (24,695) | (13,983) | (23,320) |
| Other expenses | (316) | (692) | (288) | (1,095) | (431) | (926) | (436) | (1,424) |
| - | (36,344) | (62,429) | (27,414) | (47,778) | (48,677) | (83,836) | (39,553) | (63,617) |
| Foreign exchange and monetary variation | | | | | | | | |
| Positive monetary and exchange variation | 14,222 | 30,991 | 25,614 | 41,781 | 16,563 | 33,919 | 25,614 | 41,899 |
| Negative monetary and exchange variation | (15,687) | (30,133) | (38,642) | (53,305) | (18,861) | (53,455) | (38,643) | (53,354) |
| <u> </u> | (1,465) | 858 | (13,028) | (11,524) | (2,298) | (19,536) | (13,029) | (11,455) |
| Finance result | (14,337) | (19,751) | (15,581) | (24,058) | (21,392) | (48,654) | (25,479) | (34,619) |

Notes to the quarterly information at September 30, 2012 All amounts in thousands of reais unless otherwise stated

35 Earnings per share

(a) Basic

Basic earnings per share is calculated by dividing the profit attributable to stockholders of the Company by the weighted average number of common shares outstanding during the period, excluding the common shares purchased by the Company and held as treasury shares.

| | September | September |
|--|-----------|------------------|
| | 30,2012 | 30,2011 |
| Profit attributable to stockholders of the Company | 52,901 | 86,631 |
| Weighted average number of common shares in | | |
| the period - in thousands | 112,221 | 112,861 |
| Basic earnings per share - R\$ | 0.4714 | 0.7676 |

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of outstanding common shares to assume the conversion of all the potentially dilutable common shares. The Company has call options of common shares with potential of dilution.

| | Septem ber | Septem ber |
|--|------------|------------|
| | 30,2012 | 30,2011 |
| Profit | | |
| Profit used to determined diluted earnings per share | 52,901 | 86,631 |
| Weighted average number of common shares for | | |
| the diluted earnings per share (in thousands) | 112,246 | 112,861 |
| | | |
| Diluted earnings per share - R\$ | 0.4713 | 0.7676 |

Notes to the quarterly information at September 30, 2012

All amounts in thousands of reais unless otherwise stated

36 Insurance

The Company and its subsidiaries maintain a standard safety, training and quality program in their units, which aims to, among other things, reduce the risk of accidents. In addition, they have insurance contracts with cover determined according to the advice of experts, taking into account the nature and degree of risk, in amounts considered sufficient to cover possible significant losses on assets and/or civil liability. The amounts covered by the current insurance policies at September 30, 2012 were as follows:

| | Maximum cover (*) | |
|---|-------------------|--------------|
| Risks covered | Parent company | Consolidated |
| Civil liability | 805,540 | 954,002 |
| Fire, lightning and explosion of any nature | 396,500 | 514,744 |
| Theft or robbery | 112,416 | 143,378 |
| Other cover | 141,342 | 198,587 |
| Electrical damages | 16,157 | 21,111 |
| Natural phenomena, impact of vehicles or aircraft, etc. | 8,500 | 11,638 |

^(*) Corresponds to the maximum amount of coverage for the various assets and locations insured.

The vehicle cover, mainly civil liability, is also included above, except for actual damage to the vehicle, which has as reference, on average, 100% of the Economic Research Institute (FIPE) table.

37 Acquisition of investments

Note 38 to the annual financial statements for the year ended March 31, 2012 presents the complete details of the acquisition of 32.18% of the capital of SC and 17.97% of the capital of ABV, carried out in November 2011.

37.1 Accounts payable - Acquisition of investments

The payment for the acquisition of the shareholdings in SC and ABV is due in three installments, and the balance payable is as follows:

| | SC | ABV | Total |
|--|--------------------|--------------------|---------------------|
| Present value of the total consideration | 102,764 | 65,308 | 168,072 |
| Payment on November 21, 2011 | (36,081) | (22,929) | (59,010) |
| Unwinding of present value adjustment | 6,590 | 4,188 | 10,778 |
| At September 30, 2012 Current liabilities | 73,273 (37,392) | 46,567 (23,762) | 119,840 (61,154) |
| Non-current liabilities | 35,881 | 22,805 | 58,686 |

* * *